LOGiQ Asset Management

Voya Floating Rate Senior Loan Fund

Semi-Annual Financial Statements

November 30, 2016

MANAGEMENT REPORT OF FUND PERFORMANCE

This semi-annual management report of fund performance for **Voya Floating Rate Senior Loan Fund** (the "Fund") contains financial highlights but does not contain the complete semi-annual financial statements of the Fund. **The semi-annual financial statements and accompanying notes are attached to this report.**

You can obtain a copy of the semi-annual financial statements at no cost by writing to LOGiQ Asset Management Ltd. (formerly, Aston Hill Capital Markets Inc.) (the "Manager") to the following address: LOGiQ Asset Management Ltd., 77 King Street West, Suite 2110, PO Box 92, Toronto, Ontario, M5K 1G8 or calling 1-800-513-3868 or visiting the Manager's website at www.logiqasset.com or by visiting www.sedar.com. Security holders may also contact us using one of these methods to request a copy of the Fund's proxy voting policies and procedures, proxy voting disclosure record or quarterly portfolio disclosure.

INVESTMENT OBJECTIVES AND STRATEGIES

The Fund is a non-redeemable investment fund established under the laws of the Province of Ontario and governed by the Fund's Trust Agreement dated May 27, 2011 (the "Trust Agreement") between the Manager of the Fund and RBC Investor Services Trust (the "Trustee"). The Fund's principal office is located at 77 King Street West, Suite 2110, Toronto, Ontario, M5K 1G8. The fiscal year-end of the Fund is May 31.

The beneficial interest in the net assets and net income of the Fund is divided into Units of two classes, Class A Units (the "Class A Units") and Class U Units (the "Class U Units"). The Class A Units are listed on the Toronto Stock Exchange (the "TSX") under the symbol ISL.UN and the Class U Units are listed on the TSX under the symbol ISL.U. The Class U Units are designed for investors wishing to make their investment in U.S. Dollars and may be converted into Class A Units on a weekly basis.

On January 8, 2013 (the "Merger Date") Connor, Clark & Lunn Real Return Income Fund ("RRB") merged with the Fund and the Fund as the continuing fund (the "Merger"). The objectives of the Merger were to provide RRB Unitholders with the opportunity to continue their investment in a single fund that will have a larger market capitalization, increased liquidity for the units and a lower management expense ratio.

The Fund's initial investment objectives were to:

(i) provide monthly cash distributions;

(ii) preserve capital; and

(iii) generate increased returns in the event that short-term interest rates rise, in each case, through exposure to a diversified portfolio (the "Portfolio") consisting primarily of senior, secured floating rate corporate loans ("Senior Loans") and other senior debt obligations of non-investment grade North American borrowers held by Class A and U Units of ISL Loan Trust (the "Class A and U Units of ISL Loan Trust" or the "Trust"), and actively managed by Voya Investment Management Co. LLC (the "Sub-Advisor").

Initially, the Fund obtained exposure through a forward purchase and sale agreement with The Bank of Nova Scotia (the "**Forward Agreement**"), in a tax-efficient manner, to the performance of the Class A and U Units of ISL Loan Trust. The Sub-Advisor invests in a broadly diversified portfolio composed primarily of Senior Loans that exhibit the highest relative value within the asset class. The Sub-Advisor generally seeks to make investments in Senior Loans and other debt obligations of borrowers that have: (i) significant levels of asset and/or cash flow coverage; (ii) a protective capital structure, with adequate subordinated debt cushion; (iii) strong senior management; and (iv) attractive market positioning. The Portfolio consists primarily of Senior Loans that are expected to generate increased Portfolio cash flow in the event that short-term interest rates rise. Up to 20% of Total Assets of the Fund may be exposed to senior, unsecured floating rate loans and notes, second lien floating rate loans and notes, corporate debt securities, short-term debt obligations, money market obligations, and equity securities that are incidental to investments in loans.

During June, 2016, the Forward Agreement was terminated on schedule.

As a result of the termination of the Forward Agreement, the Fund's investment objectives were amended to delete references to "tax-advantaged" distributions. The investment objectives of the Fund after the proposed amendments are to (i) provide distributions; (ii) preserve capital; and (iii) generate increased returns in the event that short-term interest rates rise, in each case, through exposure to the Portfolio actively managed by Voya Investment Management Co, LLC and, if applicable, its successor.

RISK

Changes in the risk exposure of the Fund occurred in the following area:

Use of leverage

ISL Loan Trust may employ leverage of up to 40% of Total Assets (the "Leverage Factor") for the purposes of acquiring assets for the Portfolio and such other short-term funding purposes as may be determined by the Sub-Advisor, in consultation with the Manager, from time to time and in accordance with the Investment Strategy. Accordingly, the maximum amount of leverage that the Trust could employ is 1.67:1. If there is a decline in the value of the assets in the Portfolio, the leverage will cause a decrease in the Net Asset Value of the Fund in excess of that which would otherwise be experienced if no leverage was utilized.

The Fund didn't apply any direct leverage. The Fund is exposed to leverage by means of investing in ISL Loan Trust (the "Trust"). Leverage applied in ISL Loan Trust as of November 30, 2016 was 14.3% of its NAV. Since the investment in ISL Loan Trust represents 132.2% of the Fund's NAV, indirect leverage employed in the Fund was approximately 18.9% of the Fund's period end NAV (14.7% to 32.7% or from U.S. $29,800,000 to U.S. $89,000,000 during the six-month period ended November 30, 2015. The amount of U.S. $30,500,000 or the Canadian equivalent of $40,615,325 was outstanding as of November 30, 2015. The leverage factor was approximately 14.9% as of November 30, 2015. The related interest expense during the six-month period ended November 30, 2015 was $531,659).

For full disclosure of the risks associated with an investment in the Fund's Units, please refer to the Prospectus dated May 27, 2011 and to the Fund's most recent Annual Information Form. Both are available at www.logiqasset.com and www.sedar.com.

RECENT DEVELOPMENT

On November 30, 2016, Aston Hill Capital Markets Inc. was amalgamated into Aston Hill Asset Management Inc. On December 8, 2016, Aston Hill Asset Management Inc., as part of Aston Hill Financial Inc. ("Aston Hill") and together with Front Street Capital 2004 ("Front Street") and Tuscarora Capital Inc. ("TCI"), an entity under common control with Front Street, completed a previously announced transaction whereby Aston Hill would acquire all of the equity interests in the Front Street and TCI, and the companies would combine their respective operations. As part of the transaction, Aston Hill also changed its name to LOGiQ Asset Management Inc. and consequently Aston Hill Asset Management Inc. changed its name to LOGiQ Asset Management Ltd.

RESULTS OF OPERATIONS

Sub-Advisor's Commentary (as at January 2017)

Performance Summary

During the six months ended November 30, 2016, the Class A shares of Voya Floating Rate Senior Loan Fund delivered a net asset value (NAV) return of 3.89%. Class A shares of ISL Loan Trust, the bottom-level trust, generated a total return of 4.72%, as compared to 4.22% for the S&P/LSTA Leveraged Loan Index ("Index") for the same period.

Market Update

For the most part, the period carried forward the themes that started in March of this year, namely the ongoing hunt for yield and a general risk-on mindset, despite periodic spikes in global volatility. Against this backdrop, senior loans, as represented by the S&P/LSTA Leveraged Loan Index, posted a six-month return of 4.22%, bringing the year-to-date figure to 8.90%.

Strong market technicals, combined with low default activity, had the effect of lifting performing loan prices closer to par (more than half of the performing names in the Index were bid at par or higher as of November 30) and, as such, the riskier/lower-priced cohorts of the market outperformed in predictable fashion. Loans rated CCC and those in default outperformed the broad Index for the period with returns of 12.46% and 16.34%, respectively. With sentiment rallying, deal terms followed the technicals, moving more firmly in favor of issuers, as issuance remained tepid for much of the period, particularly following some of the Brexit noise, and demand picked up from all sources. By the end of the period, market technicals had moved toward a better balance as new issue supply increased, indicated by the growth in par amount outstanding for the Index of $11.6 billion over the month of November. On the demand side, retail loan funds recorded an inflow of $1.89 billion in November (per Lipper weekly reporters) and CLO issuance was a sizable $10.3 billion.

Default activity for the Index remained well below the long-term average for the asset class, both by principal amount and number of issuers, with the rates easing to a nine-month low of 1.66% and 2.11%, respectively, as of November 30.

Portfolio Specifics

The Trust's outperformance versus the Index over the period was primarily the result of the use of leverage in an environment marked by improving prices and investor sentiment. The portfolio benefited on a relative basis from its overweight to Global Tel*Link Corporation (Telecommunications), as well as overweights of Sourcehov and Iqor (Business Equipment & Services) and Fram Group Holdings Inc. (Automotive). An overweight to Healogics, Inc. and Onex Carestream Finance LP (Healthcare) and to Rue 21 Inc. (Retail) were detractors over the period, as were underweights to the volatile Utilities, Oil & Gas and Nonferrous Metals/Minerals sectors which rallied considerably over the period.

Fundamental credit performance continued to be relatively solid, as the portfolio experienced one default during the performance period, as compared to four within the Index over the same timeframe.

Outlook

Of course, what most investors are wondering, as we close out 2016, is how loans will fair longer-term under President-elect Trump's administration. Some optimism now seems to be building about the chance for stronger economic growth under a new government unimpaired by gridlock, given the Republican trifecta (White House, Senate and House of Representatives). We can still expect some volatility in the coming days as the President-elect provides detailed information about the new administration's priorities and policies on a variety of topics, including taxes, infrastructure spending, trade, energy, healthcare, etc. We believe the structural aspects of loans (position in the capital structure, ability to repay at par) in combination with a closing gap between LIBOR and the weighted average LIBOR floor, are all positive catalysts to support demand and help smooth some of the volatility other asset classes, such as HY, might experience in 2017 as economic, monetary and fiscal policies emerge.

Disclaimer

This commentary has been prepared by Voya Investment Management for informational purposes. Nothing contained herein should be construed as (i) an offer to sell or solicitation of an offer to buy any security or (ii) a recommendation as to the advisability of investing in, purchasing or selling any security. Any opinions expressed herein reflect our judgment and are subject to change. Certain of the statements contained herein are statements of future expectations and other forward-looking statements that are based on management's current views and assumptions and involve known and unknown risks and uncertainties that could cause actual results, performance or events to differ materially from those expressed or implied in such statements. Actual results, performance or events may differ materially from those in such statements due to, without limitation, (1) general economic conditions, (2) performance of financial markets, (3) interest rate levels, (4) increasing levels of loan defaults (5) changes in laws and regulations and (6) changes in the policies of governments and/or regulatory authorities. **Past performance is no guarantee of future returns.**

The opinions, views and information expressed in this commentary regarding holdings are subject to change without notice. The information provided regarding holdings is not a recommendation to buy or sell any security. Fund holdings are fluid and are subject to daily change based on market conditions and other factors.

CAPITAL TRANSACTIONS

On June 17, 2011, the Fund completed an initial public offering pursuant to the Prospectus dated May 27, 2011. $245,000,000 was raised through the issue of 24,500,000 Class A Units and U.S. $60,000,000 was raised through the issue of 6,000,000 Class U Units. The Class A Units were issued at $10.00 per Unit and incurred Agents' fees and issue expenses of $13,596,453 or $0.55 per Unit, for an opening Transactional NAV of $9.45 per Unit. The Class U Units were issued at U.S. $10.00 per Unit and incurred Agents' fees and issue expenses of U.S. $3,329,744 or U.S. $0.55 per Unit, for an opening Transactional NAV of U.S. $9.45 per Unit.

On July 5, 2011, the Agents exercised an over-allotment option in respect of 1,436,218 Class A Units, raising a further $14,362,180. Agents' fees were $758,372 or $0.53 per Unit. The Agents also exercised an over-allotment option in respect of 879,172 Class U Units, raising a further U.S. $8,791,720. Agents' fees were U.S. $463,965 or U.S. $0.53 per Unit.

On January 8, 2013, following the Merger, the Fund issued 1,077,777 Class A Units for $10,560,852, representing the Net Asset Value of the

Connor, Clark & Lunn Real Return Income Fund that accepted the merger proposal.

During the six-month period ended November 30, 2016, there were 3,395,698 Class A Units redeemed for net payment of $31,658,159 and 482,750 Class U Units redeemed for net payment of $5,559,557. (During the six-month period ended November 30, 2015, there were 4,884,829 Class A Units redeemed for net payment of $46,225,137 and 1,116,008 Class U Units redeemed for net payment of $13,595,760. There were also 8,000 Class U Units converted to 10,353 Class A Units during the same period).

MARKET REPURCHASES

The Trust Agreement provides that the Fund may, in its sole discretion, from time to time, purchase (in the open market or by invitation for tenders) Class A Units and Class U Units for cancellation subject to applicable law and stock exchange requirements, based on the Manager's assessment that such purchases are accretive to Unitholders, in all cases at a price per Unit not exceeding the most recently calculated Net Asset Value per Unit of the applicable class immediately prior to the date of any such purchase of Units.

The Fund did not purchase any Class A Units or Class U Units for cancellation during the six-month periods ended November 30, 2016 and 2015.

DISTRIBUTIONS

The Fund does not have a fixed distribution. The Fund paid an initial distribution of $0.0589 per Class A Unit and U.S. $0.0589 per Class U Unit covering the period from June 17, 2011 (commencement of operations) to July 29, 2011. The Fund made regular monthly distributions of $0.0417 per Class A Unit and U.S. $0.0417 per Class U Unit thereafter, representing a return of 5.0% per annum on the Class A Unit and Class U Unit issue prices respectively.

Following the termination of the Forward Agreement, distributions paid by the Fund will be characterized primarily as income for tax purposes to the extent they exceed available non-capital losses of the Fund. The termination of the Forward Agreement will not affect the status of the Fund as a "mutual fund trust" under the Tax Act.

As a result of the termination of the forward Agreement, the Manager also announced special distributions for the Fund for record date of June 30, 2016. The special distribution were CAD $0.6648 per Class A unit (USD $2.0991 per Class U Unit) which were paid in additional Units (to be consolidated back to the original number of Units of the Fund, resulting in Unitholders incurring a non-cash capital gain equal to the non-cash portion of the distribution amount with a matching increase in their adjusted cost base per Unit) and CAD $0.2216 per Class A unit (USD $0.6997 per Class U Unit) in cash to offset the estimated tax liability of Unitholders resulting from such distribution. The special distributions are expected to be characterized as capital gains for tax purposes and are largely the result of the termination of ISL's forward purchase and sale agreement.

During the six-month period ended November 30, 2016, the Fund paid total distributions of $0.4718 per Class A Unit and U.S. $0.9499 per Class U Unit ($0.2502 per Class A Unit and U.S. $0.2502 per Class U Unit during the six-month period ended November 30, 2015).

RECOMMENDATIONS OR REPORTS BY THE INDEPENDENT REVIEW COMMITTEE

The Independent Review Committee of the Fund tabled no special reports and made no extraordinary material recommendations to management of the Fund during the six-month period ended November 30, 2016.

RELATED PARTY TRANSACTIONS

Management Fees

The Manager receives a management fee from the Fund and Class A and U Units of ISL Loan Trust equal in the aggregate to 1.25% per annum of the applicable Net Asset Value (0.50% from the Fund and 0.75% from Class A and U Units of ISL Loan Trust) plus applicable taxes, calculated daily and payable monthly in arrears.

The management fees charged to the Fund and ISL Loan Trust during the six-month period ended November 30, 2016 were $968,433 plus applicable taxes ($1,408,258 plus applicable taxes charged to the Fund and Class A and Class U Units of ISL Loan Trust during the year ended November 30, 2015).

The Manager is responsible for payment of the Sub-Advisor fees out of the above management fees.

Administration Fees

The Manager allocates back to the Fund a portion of the cost of individuals who have spent time working on the operation and oversight of the Fund.

During the six-month period ended November 30, 2016, administration fees amounted to $39,587 ($12,505 during the six-month period ended November 30, 2015).

Service Fees

From the amounts received by the Manager from the Fund, a service fee is paid by the Manager to each registered dealer whose clients hold Class A Units or Class U Units of the Fund at the end of each calendar quarter. The service fee is equal to 0.40% annually of the Net Asset Value for each Class A Unit or Class U Unit held by the clients of registered dealers, calculated and paid at the end of each calendar quarter.

The service fees charged to the Fund during the six-month period ended November 30, 2016 were $300,368 ($358,748 during the six-month period ended November 30, 2015).

Independent Review Committee (“IRC”) Fee

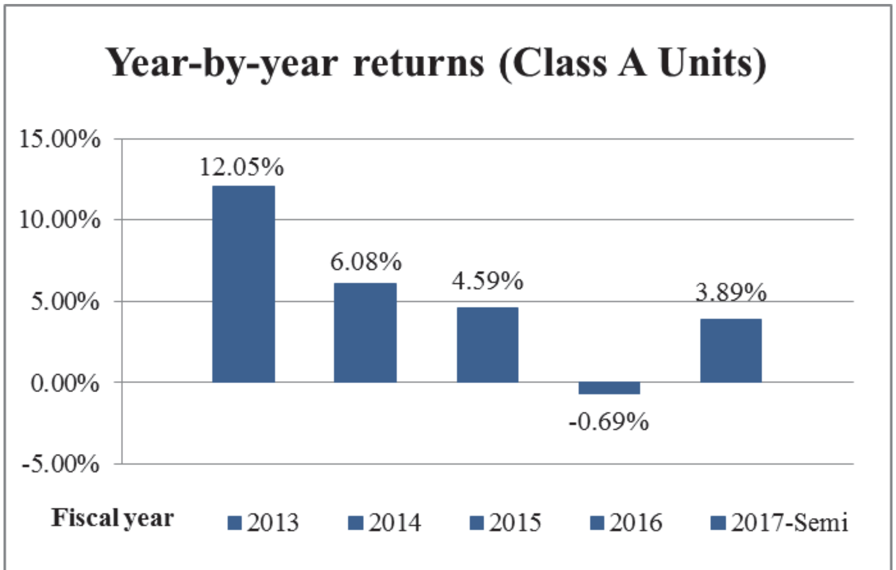
The members of the Independent Review Committee are John Crow (chair), Joseph Wright, Robert B. Falconer and Scott Browning. The Independent Review Committee acts as a review committee for a number of investment funds managed by the Manager.

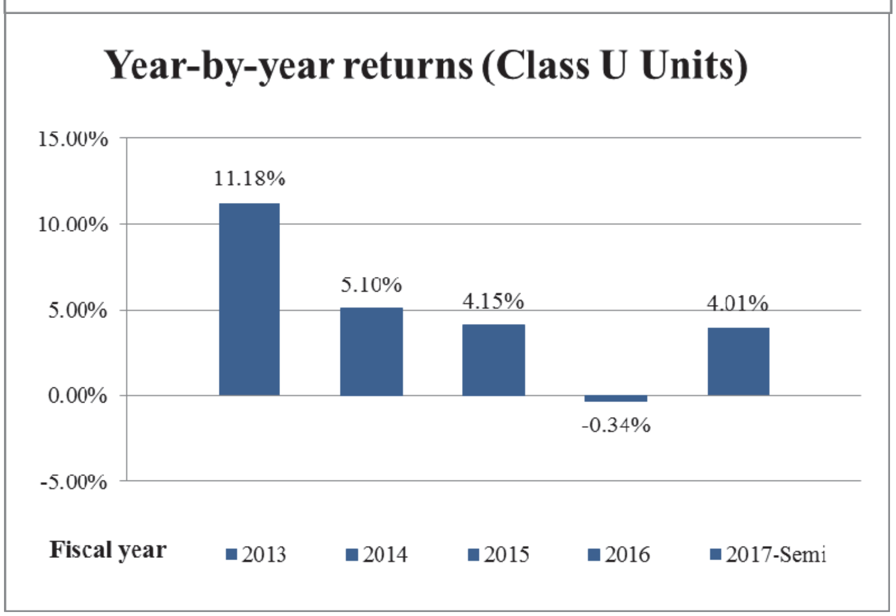
The IRC members each receive $15,000 per annum ($20,000 for the Chairman) plus $1,250 per meeting for acting in such capacity and are also reimbursed for expenses in connection with performing their duties. These fees and expense reimbursements are allocated across investment Funds that are managed by the Manager and its affiliates in a manner that is fair and reasonable.

During the six-month period ended November 30, 2016, IRC fees amounted to $2,676 ($3,235 during the six-month period ended November 30, 2015).

PAST PERFORMANCE

The following bar charts and table show the Fund's semi-annual performance of the Class A Units and Class U Units by showing semi-annual returns by fiscal year assuming all the distributions made by the Fund during the six-month period shown were reinvested. The performance information does not take into account sales, redemptions, distributions or other optional charges that would have reduced returns or performance. The bar charts show, in percentage terms, how much an investment made on the first day of the period would have grown or decreased by the last day of the period. Past performance is not necessarily indicative of future performance.





FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to aid in understanding the Fund's financial performance since inception. This information is derived from the Fund's audited annual and unaudited semi-annual financial statements:

Class A Units:

The Fund's Net Assets per Class A Unit:

	November 30, 2016[(1)] CAD	May 31, 2016 CAD	May 31, 2015 CAD	May 31, 2014 CAD	May 31, 2013 CAD
Net Assets, beginning of period [(6)]	**9.45**	**10.03**	**10.08**	**9.99**	**9.39**
Unit issue expense [(2)]	–	–	–	–	–
Increase (decrease) from operations:					
Total revenues	0.49	–	–	–	–
Total expenses	(0.06)	(0.10)	(0.14)	(0.13)	(0.13)
Realized gains (losses) for the period	2.55	0.87	0.71	0.26	0.19
Unrealized gains (losses) for the period	(2.63)	(0.98)	(0.16)	0.45	1.04
Total increase (decrease) from operations [(3)]	**0.35**	**(0.21)**	**0.41**	**0.58**	**1.10**
Distributions:					
From income (excluding dividends)	–	–	–	–	–
From dividends	–	–	–	–	–
From capital gains	–	–	–	–	–
Return of capital	(1.14)	(0.50)	(0.50)	(0.50)	(0.50)
Total Distributions [(4)]	**(1.14)**	**(0.50)**	**(0.50)**	**(0.50)**	**(0.50)**
Net Assets, end of period [(5) (6)]	**9.34**	**9.45**	**10.03**	**10.08**	**9.99**

(1) Results for the six-month period ended November 30, 2016.
(2) Issue expenses of $14,354,825 incurred in connection with the Class A Units issuance. The full amount of issue expenses was deducted from the unit capital for accounting purposes and is amortized over a period of five years for tax purposes.
(3) Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase / decrease from operations is based on the weighted average number of 12,827,420 Class A Units outstanding as of November 30, 2016 (May 31, 2016 – 15,274,777 units).
(4) The percentages used to allocate distributions among income, dividends, capital gain and return on capital are based on estimates.
(5) This is not a reconciliation between the opening and the closing net assets per unit.
(6) The Fund adopted International Financial Reporting Standards ("IFRS") commencing June 1, 2014. The Information for the periods May 31, 2013 to May 31, 2014 is restated under IFRS from Canadian GAAP.

Ratios and Supplemental Data (Class A Units):

	November 30, 2016[(1)] CAD	May 31, 2016 CAD	May 31, 2015 CAD	May 31, 2014 CAD	May 31, 2013 CAD
Net assets (000's)	88,252	121,459	177,808	227,833	243,075
Number of units outstanding	9,453,029	12,848,727	17,724,142	22,591,988	24,323,621
Base Management expense ratio [(2) (3)]	2.43%	1.03%	1.12%	1.32%	1.37%
Interest expenses ratio [(2) (3)]	0.42%	0.00%	0.00%	0.00%	0.00%
Management expense ratio (annualized) [(3)]	2.85%	1.03%	1.12%	1.32%	1.37%
Management expense ratio before waivers or absorptions (annualized) [(3)]	2.85%	1.03%	1.12%	1.32%	1.37%
Portfolio turnover rate [(4)]	0.00%	0.00%	0.00%	0.00%	0.00%
Trading expense ratio [(5)]	0.02%	0.30%	0.00%	0.00%	0.00%
Closing market price (TSX)	9.00	9.13	9.75	9.73	9.94

(1) Results for the six-month period ended November 30, 2016.
(2) A separate base management expense ratio has been presented to include the normal operating expenses and exclude the Issue expense ratio: representing all Agents' fees and unit issue expenses.
(3) Management expense ratio is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. Unit issue expenses, representing all Agents' fees and other offering expenses, which are one-time expenses, have not been annualized. Following the termination of the Forward Agreement in June 2016, the MER calculation includes the expenses of the underlying ISL Loan Trust.
(4) The Fund's turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund's buying and selling all of the securities (including fixed income) in its portfolio once in the course of the year. There is not necessarily a relationship between turnover rate and the performance of the Fund.
(5) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

Class U Units:

The Fund's Net Assets per Class U Unit:

	November 30, 2016[(1)] USD	May 31, 2016 USD	May 31, 2015 USD	May 31, 2014 USD	May 31, 2013 USD
Net Assets, beginning of period [(6)]	**9.19**	**9.73**	**9.84**	**9.85**	**9.33**
Unit issue expense [(2)]	–	–	–	–	–
Increase (decrease) from operations:					
Total revenues	0.96	–	–	–	–
Total expenses	(0.06)	(0.10)	(0.14)	(0.13)	(0.13)
Realized gains (losses) for the period	3.95	1.48	1.24	0.38	0.19
Unrealized gains (losses) for the period	(4.28)	(0.86)	0.55	0.72	0.91
Total increase (decrease) from operations [(3)]	**0.57**	**0.52**	**1.65**	**0.97**	**0.97**
Distributions:					
From income (excluding dividends)	–	–	–	–	–
From dividends	–	–	–	–	–
From capital gains	–	–	–	–	–
Return of capital	(3.00)	(0.50)	(0.50)	(0.50)	(0.50)
Total Distributions [(4)]	**(3.00)**	**(0.50)**	**(0.50)**	**(0.50)**	**(0.50)**
Net Assets, end of period [(5) (6)]	**8.57**	**9.19**	**9.73**	**9.84**	**9.85**

(1) Results for the six-month period ended November 30, 2016.

(2) Issue expenses of U.S. $3,793,709 incurred in connection with the Class U Units issuance. The full amount of issue expenses was deducted from the unit capital for accounting purposes and is amortized over a period of five years for tax purposes.

(3) Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase / decrease from operations is based on the weighted average number of 3,007,360 Class U Units outstanding as of November 30, 2016 (May 31, 2016 – 3,559,614 units).

(4) The percentages used to allocate distributions among income, dividends, capital gain and return on capital are based on estimates.

(5) This is not a reconciliation between the opening and the closing net assets per unit.

(6) The Fund adopted International Financial Reporting Standards ("IFRS") commencing June 1, 2014. The Information for the periods May 31, 2013 to May 31, 2014 is restated under IFRS from Canadian GAAP.

Ratios and Supplemental Data (Class U Units):

	November 30, 2016[(1)] USD	May 31, 2016 USD	May 31, 2015 USD	May 31, 2014 USD	May 31, 2013 USD
Net assets (000's)	21,670	27,662	40,269	56,485	61,481
Number of units outstanding	2,527,248	3,009,998	4,137,006	5,740,286	6,240,736
Base Management expense ratio [(2) (3)]	2.49%	1.10%	1.16%	1.35%	1.39%
Interest expenses ratio [(2) (3)]	0.42%	0.00%	0.00%	0.00%	0.00%
Management expense ratio (annualized) [(3)]	2.91%	1.10%	1.16%	1.35%	1.39%
Management expense ratio before waivers or absorptions (annualized) [(3)]	2.91%	1.10%	1.16%	1.35%	1.39%
Portfolio turnover rate [(4)]	0.00%	0.00%	0.00%	0.00%	0.00%
Trading expense ratio [(5)]	0.02%	0.30%	0.00%	0.00%	0.00%
Closing market price (TSX)	8.30	8.75	9.22	9.57	9.85

(1) Results for the six-month period ended November 30, 2016.

(2) A separate base management expense ratio has been presented to include the normal operating expenses and exclude the Issue expense ratio: representing all Agents' fees and unit issue expenses.

(3) Management expense ratio is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. Unit issue expenses, representing all Agents' fees and other offering expenses, which are one-time expenses, have not been annualized. Following the termination of the Forward Agreement in June 2016, the MER calculation includes the expenses of the underlying ISL Loan Trust.

(4) The Fund's turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund's buying and selling all of the securities (including fixed income) in its portfolio once in the course of the year. There is not necessarily a relationship between turnover rate and the performance of the Fund.

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

SUMMARY OF INVESTMENT PORTFOLIO AS OF NOVEMBER 30, 2016

The summary of investment portfolio may change due to on-going portfolio transactions of the Fund. A quarterly update is available at www.logiqasset.com.

Investment portfolio of the Fund	Fair value $	% of NAV
Portfolio by Category		
Domestic Mutual Funds	155,242,072	132.2%
Cash	211,720	0.2%
Net other assets (liabilities)	(38,064,144)	(32.4%)
Top 25 Holdings		
Domestic Mutual Funds	155,242,072	132.2%
Cash	211,720	0.2%
Net asset value	**$117,389,648**	

The summary of investment portfolio of the Underlying Fund, ISL Loan Trust:

	Tranche Description	Maturity	Fair value $	% of NAV
Portfolio by Category				
Term loans			179,360,825	115.6%
Equities			2,076,119	1.3%
Foreign currency forward contracts			181,330	0.1%
Leverage			(25,950,780)	(16.7%)
Cash			500,973	0.3%
Net other assets (liabilities)			(926,233)	(0.6%)
Top 25 Holdings				
Hawaiian Telcom Communications, Inc.	Term Loan B	Jun/06/2019	2,470,419	1.5%
USI, Inc.	Incremental Term Loan (August 2015)	Dec/27/2019	2,268,172	1.5%
PetSmart, Inc.	TPF II Power, LLC	Mar/11/2022	2,127,638	1.4%
Liberty Cablevision of Puerto Rico, LLC	1st Lien Term Facility	Jan/07/2022	1,920,685	1.2%
TI Group Automotive Systems, LLC	Upsized USD Term Loan B	Jun/30/2022	1,881,143	1.2%
Cotiviti Holdings, Inc.	New 1st Lien Term Loan B	Sep/22/2023	1,819,922	1.2%
Sedgwick Holdings, Inc.	2nd Lien Term Loan	Feb/28/2022	1,755,985	1.1%
First American Payment Systems, L.P.	2nd Lien Term Loan	Apr/12/2019	1,671,680	1.1%
American Airlines, Inc.	2013 AA Term Loan (SA)	Jun/26/2020	1,667,131	1.1%
BBB Industries US Holdings, Inc.	1st Lien Term Loan	Nov/03/2021	1,657,070	1.1%
Scientific Games International, Inc.	Term Loan B-2	Oct/01/2021	1,653,800	1.1%
Onex Carestream Finance LP	2nd Lien Term Loan	Nov/30/2019	1,476,414	1.0%
Cengage Learning Holdings II			1,402,911	0.9%
General Nutrition Centers, Inc.	Term Loan B	Mar/04/2019	1,378,041	0.9%
Formula One World Championship Ltd.	Facility B3	Jul/30/2021	1,352,443	0.9%
Petco Animal Supplies, Inc.	Term Loan B-2	Jan/23/2023	1,345,358	0.9%
SIG Combibloc Group AG	New USD Term Loan	Mar/10/2022	1,333,611	0.9%
Avantor Performance Materials, Inc.	Incremental 1L Term Loan	Jun/21/2022	1,311,791	0.8%
Global Tel*Link Corporation	2nd Lien Term Loan	Nov/23/2020	1,307,624	0.8%
Aspect Software, Inc.	Exit Term Loan	May/24/2020	1,284,172	0.8%
Fitness International, LLC.	Upsized Term Loan B	Jul/01/2020	1,278,559	0.8%
First Data Corporation	Term Loan July 2022 Add-On	Jul/08/2022	1,261,419	0.8%
Oberthur Technologies	Tranche B-2 Term Loan Repriced	Oct/15/2019	1,242,613	0.8%
24 Hour Fitness Worldwide, Inc	Term Loan B	May/28/2021	1,236,009	0.8%
Kronos Incorporated	1st Lien Term Loan	Oct/31/2023	1,213,695	0.8%
Net asset value			**$ 155,242,234**	

Voya Floating Rate Senior Loan Fund

Semi-annual Financial Statements (Unaudited)
November 30, 2016

Notice to Reader:

These semi-annual financial statements and related notes for the six-month period ended November 30, 2016 have been prepared by Management of LOGIQ Asset Management Ltd.. The auditors of the Fund have not audited or reviewed these semi-annual financial statements.

STATEMENTS OF FINANCIAL POSITION

As at		November 30, 2016		May 31, 2016
Assets				
Current assets				
Cash	**$**	**211,720**	$	138,348
Financial assets at fair value through profit or loss		**155,242,072**		-
Prepaid Forward agreement		**-**		158,377,217
Prepaid expenses and other assets		**154,082**		10,915
Total assets		**155,607,874**		158,526,480
Liabilities				
Current liabilities				
Distributions payable to unitholders		**704,392**		699,980
Other accounts payable and accrued expenses		**37,469,519**		167,066
Management fees payable		**44,315**		16,126
Total liabilities		**38,218,226**		883,172
Net assets attributable to holders of redeemable units	**$**	**117,389,648**	$	157,643,308
Net assets attributable to holders of redeemable units per class per unit				
Class A	**$**	**88,251,873**	$	121,458,975
Class U	**$**	**29,137,775**	$	36,184,333
Class U (USD)		**USD $ 21,670,218**		USD $ 27,661,837
	$	**117,389,648**	$	157,643,308
Redeemable units outstanding per series (note 5)				
Class A		**9,453,029**		12,848,727
Class U		**2,527,248**		3,009,998
Net assets attributable to holders of redeemable units per class per unit				
Class A	**$**	**9.34**	$	9.45
Class U	**$**	**11.53**	$	12.02
Class U (USD)		**USD $ 8.57**		USD $ 9.19

The accompanying notes are an integral part of these financial statements.

Approved on behalf of the Manager,

LOGIQ Asset Management Ltd.

Derek Slemko
Director

Kal Zakarneh
Chief Financial Officer

STATEMENTS OF COMPREHENSIVE INCOME

For the six-month periods ended November 30		2016		2015
Income				
Net Gains (Losses) on investments and derivatives at FVTPL (Note 3):				
Distributions from investment in Underlying Fund	**$**	**10,072,273**	**$**	**-**
Realized gain (loss) on Prepaid Forward Agreement		**48,267,521**		2,039,548
Change in unrealized appreciation (depreciation) on investments		**(2,155,875)**		-
Change in unrealized appreciation (depreciation) on Prepaid Forward Agreement		**(48,473,295)**		(4,974,795)
Net Gains (Losses) on investments and derivatives at FVTPL		**7,710,624**		(2,935,247)
Other Income comprised of:				
Realized foreign exchange gain (loss) on currency		**16,990**		39,784
Change in unrealized foreign exchange appreciation (depreciation) on currency		**(45)**		(1,100)
Total other income		**16,945**		38,684
Total income (loss)		**7,727,569**		(2,896,563)
Expenses				
Management fees (note 9)		**385,323**		563,326
Service fees (note 9)		**300,368**		358,748
Legal fees		**87,785**		2,507
Harmonized sales tax		**74,178**		89,557
Administration fees (note 9)		**39,587**		12,505
Custodial and other unitholder fees		**37,770**		54,983
TSX sustaining fees		**14,179**		14,178
Audit fees		**10,027**		10,027
Transfer agent fees		**9,936**		9,950
Printing and mailing fees		**8,995**		5,014
Filing fees		**5,766**		5,766
IRC fees (note 10)		**2,676**		3,235
Interest expense		**85**		369
Other fees		**-**		125
Total expenses		**976,675**		1,130,290
Increase (decrease) in net assets attributable to holders of redeemable units	**$**	**6,750,894**	$	(4,026,853)
Increase (decrease) in net assets attributable to holders of redeemable units per class				
Class A units	**$**	**4,512,409**	$	(5,589,658)
Class U units	**$**	**2,238,485**	$	1,562,805
Class U units (USD) [(1)]		**USD $ 1,706,710**		USD $ 1,223,351
Weighted average number of units outstanding per series during the period				
Class A units		**12,827,420**		17,697,506
Class U units		**3,007,360**		4,108,984
Increase (decrease) in net assets attributable to holders of redeemable units per class per unit [(2)]				
Class A units	**$**	**0.35**	$	(0.32)
Class U units	**$**	**0.74**	$	0.38
Class U units (USD) [(1)]		**USD $ 0.57**		USD $ 0.30

[(1)] based on average exchange rate for the year

[(2)] based on weighted average number of units outstanding during the year

The accompanying notes are an integral part of these financial statements.

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the six-month periods ended November 30		2016		2015
Class A				
Increase (decrease) in net assets attributable to holders of redeemable units	**$**	**4,512,409**	$	(5,589,658)
Distributions to holders of redeemable units from: (note 8)				
Return of capital		**(14,603,186)**		(4,434,580)
Redeemable unitholders' transactions (note 5)				
Distributions reinvested		**8,541,834**		-
Conversion from Class U to Class A		**-**		97,617
Payments on redemption/cancellation of redeemable units (note 5)		**(31,658,159)**		(46,225,137)
		(23,116,325)		(46,127,520)
Change in net assets attributable to holders of redeemable units during the period		**(33,207,102)**		**(56,151,758)**
Net assets attributable to holders of redeemable units, beginning of period		**121,458,975**		177,808,179
Net assets attributable to holders of redeemable units, end of period	**$**	**88,251,873**	$	121,656,421
Class U				
Increase (decrease) in net assets attributable to holders of redeemable units	**$**	**2,238,485**	$	1,562,805
Distributions to holders of redeemable units from: (note 8)				
Return of capital		**(11,821,079)**		(1,347,803)
Redeemable unitholders' transactions (note 5)				
Distributions reinvested		**8,095,593**		-
Conversion from Class U to Class A		**-**		(97,617)
Payments on redemption/cancellation of redeemable units (note 5)		**(5,559,557)**		(13,595,760)
		2,536,036		(13,693,377)
Change in net assets attributable to holders of redeemable units during the period		**(7,046,558)**		(13,478,375)
Net assets attributable to holders of redeemable units, beginning of period		**36,184,333**		50,265,939
Net assets attributable to holders of redeemable units, end of period	**$**	**29,137,775**	$	36,787,564
Fund Total				
Increase (decrease) in net assets attributable to holders of redeemable units	**$**	**6,750,894**	$	(4,026,853)
Distributions to holders of redeemable units from: (note 8)				
Return of capital		**(26,424,265)**		(5,782,383)
Redeemable unitholders' transactions (note 5)				
Distributions reinvested		**16,637,427**		-
Conversion from Class U to Class A		**-**		-
Payments on redemption/cancellation of redeemable units (note 5)		**(37,217,716)**		(59,820,897)
		(20,580,289)		(59,820,897)
Change in net assets attributable to holders of redeemable units during the period		**(40,253,660)**		(69,630,133)
Net assets attributable to holders of redeemable units, beginning of period		**157,643,308**		228,074,118
Net assets attributable to holders of redeemable units, end of period	**$**	**117,389,648**	$	158,443,985

The accompanying notes are an integral part of these financial statements.

STATEMENTS OF CASH FLOWS

For the six-month periods ended November 30	2016	2015
Cash flows from operating activities		
Increase (decrease) in net assets attributable to holders of redeemable units	**$ 6,750,894**	$ (4,026,853)
Adjustments to reconcile to operating cash flows:		
Realized (gain) loss on prepaid forward agreement	**(48,267,521)**	(2,039,548)
Change in unrealized foreign exchange (appreciation) depreciation on currency	**45**	1,100
Change in unrealized (appreciation) depreciation on prepaid forward agreement	**48,473,295**	4,974,795
Change in unrealized (appreciation) depreciation on investments	**2,155,875**	-
Purchase of investments	**(157,397,946)**	-
(Increase) decrease in other prepaid expenses	**(143,167)**	(181,596)
Increase (decrease) in accounts payable and accrued expenses	**37,302,453**	59,338,575
Increase (decrease) in management fees payable	**28,189**	29,736
Pre-settlements received by the Fund from the Counterparty under the forward agreement	**158,171,442**	7,522,196
Net cash flows provided by (used in) operating activities	**47,073,559**	65,618,405
Cash flows provided by (used in) financing activities		
Distributions reinvested	**16,637,427**	
Payments on redemption/cancellation of redeemable units (note 5)	**(37,217,716)**	(59,820,897)
Distributions paid to holders of redeemable units, net of reinvested distributions	**(26,419,853)**	(5,769,938)
Net cash flows provided by (used in) financing activities	**(47,000,142)**	(65,590,835)
Change in unrealized appreciation (depreciation) on foreign exchange	**(45)**	(1,100)
Net increase (decrease) in cash during the period	**73,417**	27,570
Cash - beginning of period	**138,348**	140,302
Cash - end of period	**211,720**	166,772
Supplementary information		
Interest received	**-**	-
Interest paid	**85**	369

The accompanying notes are an integral part of these financial statements.

SCHEDULE OF INVESTMENT PORTFOLIO

As at November 30, 2016

No. of Shares	Investments	Average Cost ($)	Fair Value ($)	% of NAV
CAD 12,889,576	ISL Loan Trust Series A Units Fund	121,626,581	120,298,413	102.4%
USD 3,053,280	ISL Loan Trust Series U Units Fund	35,771,366	34,943,659	29.8%
	Total Domestic Mutual Funds	**157,397,947**	**155,242,072**	132.2%
Cash			211,720	0.2%
Net other assets (liabilities) of the Fund			(38,064,144)	(32.4%)
Net asset of the Fund		**$**	**117,389,648**	**100.0%**

The accompanying notes are an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS (NOVEMBER 30, 2016)

1 GENERAL INFORMATION

Voya Floating Rate Senior Loan Fund (the "Fund") is an investment fund established under the laws of the Province of Ontario and governed by the Trust Agreement (the "Trust Agreement") between the Manager of the Fund and RBC Investor Services Trust (the "Trustee") dated May 27, 2011. The Fund's principal office is located at 77 King Street West, Suite 2110, Toronto, Ontario, M5K 1G8. The fiscal year-end of the Fund is May 31.

The Fund is divided into Units of two classes, Class A Units and Class U Units. The Class A Units are listed on the Toronto Stock Exchange (the "TSX") under the symbol ISL.UN and the Class U Units are listed on the TSX under the symbol ISL.U. The Class U Units are designed for investors wishing to make their investment in U.S. Dollars and may be converted into Class A Units on a weekly basis.

On January 8, 2013 (the "Merger Date"), Connor, Clark & Lunn Real Return Income Fund ("RRB") merged with the Fund (the "Merger"). The Fund was the continuing fund. The objectives of the Merger were to provide RRB Unitholders with the opportunity to continue their investment in a single fund that will have a larger market capitalization, increased liquidity for the units and a lower management expense ratio.

The Fund's initial investment objectives were to:

(i) provide monthly cash distributions;

(ii) preserve capital; and

(iii) generate increased returns in the event that short-term interest rates rise, in each case, through exposure to a diversified portfolio (the "Portfolio") consisting primarily of senior, secured floating rate corporate loans ("Senior Loans") and other senior debt obligations of non-investment grade North American borrowers held by Class A and U Units of ISL Loan Trust (the "Class A and U Units of ISL Loan Trust" or the "Trust") and actively managed by Voya Investment Management Co. LLC (the "Sub-Advisor").

Initially, the Fund obtained exposure through a forward purchase and sale agreement with The Bank of Nova Scotia (the "Forward Agreement"), in a tax-efficient manner, to the performance of the Class A and U Units of ISL Loan Trust. The Sub-Advisor invests in a broadly diversified portfolio composed primarily of Senior Loans that exhibit the highest relative value within the asset class. The Sub-Advisor generally seeks to make investments in Senior Loans and other debt obligations of borrowers that have: (i) significant levels of asset and/or cash flow coverage; (ii) a protective capital structure, with adequate subordinated debt cushion; (iii) strong senior management; and (iv) attractive market positioning. The Portfolio consists primarily of Senior Loans that are expected to generate increased Portfolio cash flow in the event that short-term interest rates rise. Up to 20% of Total Assets of the Fund may be exposed to senior, unsecured floating rate loans and notes, second lien floating rate loans and notes, corporate debt securities, short-term debt obligations, money market obligations, and equity securities that are incidental to investments in loans.

During June, 2016, the Forward Agreement was terminated on schedule.

As a result of the termination of the Forward Agreement, the Fund's investment objectives were amended to delete references to "tax-advantaged" distributions. The investment objectives of the Fund after the proposed amendments are to (i) provide distributions; (ii) preserve capital; and (iii) generate increased returns in the event that short-term interest rates rise, in each case, through exposure to the Portfolio actively managed by Voya Investment Management Co, LLC and, if applicable, its successor.

These financial statements were authorized for issue by the Manager on January 30, 2017.

2 BASIS OF PREPARATION AND ADOPTION OF INTERNATIONAL FINANCIAL REPORTING STANDARDS

These financial statements have been prepared in compliance with International Financial Reporting Standards (IFRS) as published by the International Accounting Standards Board (IASB).

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires the Manager to exercise its judgment in the process of applying the Funds' accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 4.

3 SIGNIFICANT ACCOUNTING POLICIES

a) Financial instruments

The Fund's investments in equity securities and Prepaid Forward Agreement is designated at fair value through profit or loss ("FVTPL") at inception. As a result of such designation and categorization, the Funds' investments and derivatives are measured at FVTPL. The Funds' obligation for Net Assets attributable to holders of redeemable units is presented at approximately the redemption amount. All other financial assets and liabilities are measured at amortized cost. Under this method, financial assets and liabilities reflect the amounts required to be received or paid, discounted when appropriate, at the financial instrument's effective interest rate. The Funds' accounting policies for measuring the fair value of their investments are identical to those used in measuring their published Net Asset Value. The fair values of the Funds' financial assets and liabilities that are not carried at FVTPL approximate their carrying amounts due to their short-term nature.

b) Fair Value Measurement

Fair value is 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 fair value of financial assets and liabilities traded in active markets (such as publicly traded marketable securities) are based on quoted market prices at the close of trading on the reporting date. The Fund uses the last traded market price for both financial assets and financial 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 that is most representative of fair value based on the specific facts and circumstances. The Fund's policy is to recognize transfers into and out of the fair value hierarchy levels at the beginning of the period in which circumstances giving rise of the transfer occur.

The fair value of financial assets and liabilities that are not traded in an active market including foreign currency forward contracts and the prepaid forward agreement are determined using valuation techniques. The Fund uses a variety of methods and makes assumptions that are based on market conditions existing at each measurement date. Valuation techniques include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same and others commonly used by market participants and which make the maximum us of observable inputs.

Refer to note 15 for further information about the Fund's fair value measurements.

The Fund's net asset value per unit did not differ from its net assets attributable to holders of redeemable units per unit as at November 30, 2016 and May 31, 2016.

c) Cash and Short Term Notes

Cash consists of cash in hand, deposits held with and overdrafts. Cash and short-term investments include cash and cash equivalents with maturities less than 90 days from the date of acquisition.

d) Investment Transactions and Income Recognition

Regular purchases and sales are recognized on the trade date - the date on which the Fund commits to purchase or sell the investment and any realized and unrealized gains or losses are recognized using the average cost of the investments, which excludes broker commissions. The interest income for distribution purposes shown on the Statements of Comprehensive Income (Loss) represents the coupon interest earned by the Fund accounted for on an accrual basis. The Fund does not amortize premiums paid or discounts received on the purchase of fixed income securities except for zero coupon bonds which are amortized on a straight line basis. Dividend income is recognized on the ex-dividend date.

e) Transaction Costs

Transaction costs, such as brokerage commissions, incurred in the purchase and sale of securities are expensed and are recognized in the Statements of Comprehensive Income.

f) Income Taxes

The Fund qualifies as a mutual fund trust and is deemed a financial institution under the Income Tax Act (Canada). Provided the Fund makes distributions in each year of its net income and net realized capital gains, the Fund will not generally be liable for income tax. It is the intention of the Fund to distribute all of its net income and net realized and unrealized capital gains on an annual basis. Accordingly, no income tax provision has been recorded. The Fund may incur 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 separate expense in the Statement of Comprehensive Income.

g) Foreign Exchange

The fair values of investments and other assets and liabilities that are denominated in foreign currencies are translated into Canadian dollars at the noon rate of exchange on each valuation date. Purchases and sales of investments and income derived from investments are translated at the rate of exchange prevailing on the date of such transactions.

h) Foreign Currency Translation

The majority of the Funds' subscriptions and redemptions are denominated in Canadian dollar, which is also its functional and presentation currency. Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at dates that transactions occur. Foreign currency assets and liabilities denominated in a foreign currency are translated in to the functional currency using the exchange rate prevailing at the measurement date. Foreign exchange gains and losses relating to cash and those relating to other financial assets and liabilities are presented as "Realized foreign exchange gain (loss) on currency" in the Statements of Comprehensive Income.

i) Increase (decrease) Net Assets attributable to holders of redeemable units per unit

The increase (decrease) in Net Assets attributable to holders of redeemable units from operations per unit in the Statements of Comprehensive Income is calculated by dividing the increase (decrease) in Net Assets attributable to holders of redeemable units from operations per series by the weighted average number of redeemable units outstanding for each relevant series during the year.

j) Valuation of a class and class allocations

A separate net asset per unit is calculated for each class. The net assets of a class are computed by calculating the class' proportionate share of the assets and liabilities to all classes, less the liabilities attributable only to that class. Expenses directly attributable to a class are charged to that class. Other expenses, income, realized and unrealized gains and losses are allocated proportionately to each class based upon the relative Net Assets of each class.

k) Designation of financial assets and liabilities

For the purpose of measuring and recognizing assets and liabilities, the following designations have been made: All investments, including derivatives, if any, are initially recognized at fair value and are designed as FVTPL. Amounts receivable for units sold and securities sold and other assets are designated as loans and receivables and reported at cost or amortized cost. Amounts payable for securities purchased and units redeemed, other liabilities and accrued expenses are designated as other financials liabilities and reported at amortized cost.

l) Accounting Standards Issued But Not Yet Adopted

The final version of International Financial Reporting Standard (IFRS) 9, Financial Instruments, was issued by IASB in July 2014 and will replace IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 introduces a model for classification and measurement, a single, forward-looking expected loss impairment model and a substantially reformed approach to hedge accounting. The new single, principle based approach for determining the classification of financial assets is driven by cash flow characteristics and the business model in which an asset is held. The new model also results in a single impairment model being applied to all financial instruments, which will require more timely recognition of expected credit losses. It also includes changes in respect of own credit risk in measuring liabilities elected to be measured at fair value, so that gains caused by the deterioration of an entity's own credit risk on such liabilities are no longer recognized in profit or loss. IFRS 9 is effective for annual periods beginning on or after January 1, 2018, however is available for early adoption. In addition, the own credit changes can be early applied in isolation without otherwise changing the accounting for financial instruments. The Fund is in the process of assessing the impact of IFRS 9 and has not yet determined when it will adopt the new standard.

m) Classification of Redeemable Units Issued by the Fund

Under IFRS, IAS 32 requires that shares of an entity which include a contractual obligation for the issuer to repurchase or redeem them for cash or another financial asset be classified as a financial liability. A Fund with multiple series fails to meet the criteria outlined in IAS 32.16(a) and (c). Specifically, the unitholders are not entitled to a pro rata share of the entity's Net Assets attributable to holders of redeemable units upon liquidation due to the differing series, nor would each series have identical features. Accordingly, all of the criteria in IAS 32.16 are not met. As such, in accordance with the standard, Net Assets attributable to holders of redeemable units are presented as liability on the Statements of Financial Position.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of financial statements requires management to use judgment in applying its accounting policies and to make estimates and assumptions about the future. The following discusses the most significant accounting judgments and estimates that the Fund have made in preparing the financial statements:

Functional and Presentation Currency

The Fund's investors are mainly Canadian residents, with the subscriptions and redemptions of the redeemable shares denominated in Canadian dollars. The primary activity of the Fund is to invest in a Forward Agreement and Domestic Mutual Funds and to offer Canadian investors a higher return compared to other products available in Canada. The performance of the Fund is measured and reported to the investors in Canadian dollar. The Manager considers the Canadian dollar as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The financial statements are presented in Canadian dollars, which is the Fund's functional and presentation currency.

Fair Value Measurement of Derivatives and Securities Not Quoted in an Active Market

When the Fund holds financial instruments that are not quoted in active markets, fair values of such instruments are determined using valuation techniques and may be determined using reputable pricing sources (such as pricing agencies) or indicative prices from market markers. Broker quotes as obtained from the pricing sources may be indicative and not executable or binding.

Classification and Measurement of Investments and Application of the Fair Value Option

In classifying and measuring financial instruments held by the Fund, the Manager is required to make judgments about the classification of financial instruments and the applicability of the fair value option to its investments which are not held for trading. The fair value option has been applied to the Fund's investments in the Prepaid Forward Agreement and Domestic Mutual Funds as the investment is managed on a fair value basis in accordance with the Fund's investment strategy.

5 REDEEMABLE UNITS OF THE FUND

The beneficial interest in the net assets and net income of the Fund is divided into two classes of Units, Class A Units and Class U Units. The Class U Units are designed for investors wishing to make their investments in U.S. dollars and may be converted into Class A Units on a weekly basis. Each Unit entitles the holder to the same rights and obligations as a Unitholder and no Unitholder is entitled to any privilege, priority or preference in relation to any other holder of Units, subject to the Unitholders of each class being entitled to distributions or redemptions based on the NAV of the Units of a particular class.

On June 17, 2011, the Fund completed its initial public offering pursuant to the Prospectus dated May 27, 2011. $245,000,000 was raised through the issue of 24,500,000 Class A Units and U.S. $60,000,000 was raised through the issue of 6,000,000 Class U Units. The Class A Units were issued at $10.00 per Unit and incurred Agents' fees and issue expenses of $13,596,453 or $0.55 per Unit, for an opening Transactional NAV of $9.45 per Unit. The Class U Units were issued at U.S. $10.00 per Unit and incurred Agents' fees and issue expenses of U.S. $3,329,744 or U.S. $0.55 per Unit, for an opening Transactional NAV of U.S. $9.45 per Unit.

On July 5, 2011, the Agents exercised an over-allotment option in respect of 1,436,218 Class A Units, raising a further $14,362,180. Agents' fees were $758,372 or $0.53 per Unit. The Agents also exercised an over-allotment option in respect of 879,172 Class U Units, raising a further U.S. $8,791,720. Agents' fees were U.S. $463,965 or U.S. $0.53 per Unit.

On January 8, 2013, following the Merger mentioned in Note 1, the Fund issued 1,077,777 Class A Units for the amount of $10,560,852, representing the Unitholders of the Connor, Clark & Lunn Real Return Income Fund that accepted the merger proposal. Pursuant to the Merger, each Unitholder of RRB automatically received 0.732842 Class A Units for each RRB Unit held. The exchange ratio was calculated based on the relative NAV of the Connor, Clark & Lunn Real Return Income Fund Units and the Fund's Class A Units as at the close of trading on the TSX on January 7, 2013.

The Class A Units and Class U Units may be redeemed on an Annual Redemption Date, which is the second to last business day of November, subject to certain conditions. In order to effect such a redemption, the Units must be surrendered during the period from the first Business Day (which means any day except Saturday, Sunday, a statutory holiday in Toronto or any other day on which the TSX is not open for trading) in September until 5:00 p.m. (Toronto time) on September 15th in the year of redemption (the "Notice Period"), subject to the Fund's right to suspend redemptions in certain circumstances. Units properly surrendered for redemption during the Notice Period will be redeemed on the Annual Redemption Date and the Unitholder surrendering such Units will receive payment on or before the Redemption Payment Date, which is the 10th Business Day of the month immediately following the Annual Redemption Date. Redeeming Unitholders will be entitled to receive a redemption price in an amount equal to 100% of the Annual Redemption Price, which is the redemption NAV per Unit of the relevant class on an Annual Redemption Date less any costs associated with the redemption, including brokerage costs, and less any net realized capital gains or income to the Fund that are distributed to a Unitholder concurrently with the proceeds of disposition on redemption. Unitholders depositing Units during the Notice Period are entitled to elect to receive the Monthly Redemption Amount (as defined below) rather than the Annual Redemption Amount.

During the six-month period ended November 30, 2016, there were 3,395,698 Class A Units redeemed for net payment of $31,658,159 and 482,750 Class U Units redeemed for net payment of $5,559,557. (During the six-month period ended November 30, 2015, there 4,884,829 Class A Units redeemed for net payment of $46,225,137 and 1,116,008 Class U Units redeemed for net payment of $13,595,760. There were also 8,000 Class U Units converted to 10,353 Class A Units during the same period).

Changes in outstanding Units during the six-month periods ended November 30, 2016 and 2015 are summarized as follows:

	Class A Units		**Class U Units**	
	November 30, 2016	**November 30, 2015**	**November 30, 2016**	**November 30, 2015**
Balance – beginning of year	**12,848,727**	**17,724,142**	**3,009,998**	**4,137,006**
Class U Units converted to Class A Units	**-**	**10,353**	**-**	**(8,000)**
Units redeemed	**(3,395,698)**	**(4,884,829)**	**(482,750)**	**(1,116,008)**
Balance – end of year	**9,453,029**	**12,849,666**	**2,527,248**	**3,012,998**

6 FUND ADMINISTRATION

RBC Investor & Treasury Services is responsible for certain aspects of the Fund's day-to-day operations, including calculating net assets attributable to holders of redeemable units, net income and net realized capital gains of the Fund and maintaining the books and records of the Fund.

7 CUSTODIAN

Pursuant to the Trust Agreement RBC Investor Services Trust (the "Custodian") acts as custodian of the assets of the Fund. The Custodian is also responsible for certain aspects of the Fund's day-to-day operations, including calculating Transactional NAV, net income and net realized capital gains of the Fund and maintaining the books and records of the Fund. In consideration for these services, the Fund pays a fee to the Custodian. The Custodian is rated AA- by S&P as of November 30, 2016 and May 31, 2016.

8 DISTRIBUTIONS

As a result of the termination of the forward Agreement, the Manager also announced special distributions for the Fund for record date of June 30, 2016. The special distribution were CAD $0.6648 per Class A unit (USD $2.0991 per Class U Unit) which were paid in additional Units (to be consolidated back to the original number of Units of the Fund, resulting in Unitholders incurring a non-cash capital gain equal to the non-cash portion of the distribution amount with a matching increase in their adjusted cost base per Unit) and CAD $0.2216 per Class A unit (USD $0.6997 per Class U Unit) in cash to offset the estimated tax liability of Unitholders resulting from such distribution. The special distributions are expected to be characterized as capital gains for tax purposes and are largely the result of the termination of ISL's forward purchase and sale agreement.

During the six-month period ended November 30, 2016, the Fund paid total distributions of $0.4718 per Class A Unit and U.S. $0.9499 per Class U Unit ($0.2502 per Class A Unit and U.S. $0.2502 per Class U Unit during the six-month period ended November 30, 2015).

9 RELATED PARTY TRANSACTIONS

Management Fees

The Manager receives a management fee from the Fund and Class A and U Units of ISL Loan Trust equal in the aggregate to 1.25% per annum of the applicable Net Asset Value (0.50% from the Fund and 0.75% from Class A and U Units of ISL Loan Trust) plus applicable taxes, calculated daily and payable monthly in arrears.

The management fees charged to the Fund during the six-month period ended November 30, 2016 were $968,433 plus applicable taxes ($1,408,258 plus applicable taxes charged to the Fund and Class A and Class U Units of ISL Loan Trust during the year ended November 30, 2015).

The Manager is responsible for payment of the Sub-Advisor fees out of the above management fees.

Administration Fees

The Manager allocates back to the Fund a portion of the cost of individuals who have spent time working on the operation and oversight of the Fund.

During the six-month period ended November 30, 2016, administration fees amounted to $39,587 ($12,505 during the six-month period ended November 30, 2015).

Service Fees

From the amounts received by the Manager from the Fund, a service fee is paid by the Manager to each registered dealer whose clients hold Class A Units or Class U Units of the Fund at the end of each calendar quarter. The service fee is equal to 0.40% annually of the Net Asset Value for each Class A Unit or Class U Unit held by the clients of registered dealers, calculated and paid at the end of each calendar quarter.

The service fees charged to the Fund during the six-month period ended November 30, 2016 were $300,368 ($358,748 during the six-month period ended November 30, 2015).

10 INDEPENDENT REVIEW COMMITTEE (“IRC”) FEES

The members of the Independent Review Committee are John Crow (chair), Joseph Wright, Robert B. Falconer and Scott Browning. The Independent Review Committee acts as a review committee for a number of investment funds managed by the Manager.

The IRC members each receive $15,000 per annum ($20,000 for the Chairman) plus $1,250 per meeting for acting in such capacity and are also reimbursed for expenses in connection with performing their duties. These fees and expense reimbursements are allocated across investment Funds that are managed by the Manager and its affiliates in a manner that is fair and reasonable.

During the six-month period ended November 30, 2016, IRC fees amounted to $2,676 ($3,235 during the six-month period ended November 30, 2015).

11 MARKET PURCHASE PROGRAM

The Fund’s Trust Agreement provides that the Fund may, in its sole discretion, from time to time, purchase (in the open market or by invitation for tenders) Units for cancellation subject to applicable law and stock exchange requirements, based on the Manager’s assessment that such purchases are accretive to Unitholders, in all cases at a price per Unit not exceeding the most recently calculated NAV per Unit of the applicable class immediately prior to the date of any such purchase of Units. These purchases are made as normal course issuer bids through the facilities and under the rules of the TSX or such other exchange or market on which the Units are listed.

The Fund did not purchase any Class A Units or Class U Units for cancellation during the six-month periods ended November 30, 2016 and 2015.

12 PREPAID FORWARD AGREEMENT

Initially, the Fund did not invest directly in Class A and U Units of ISL Loan Trust; the Fund used the net proceeds of the initial public offering to pre-pay its purchase obligations under a forward purchase and sale agreement (the "Forward Agreement") with the Bank of Nova Scotia (the "Counterparty" or "BNS") whose S&P credit rating was A+ as at May 31, 2016 and 2015. Under the Forward Agreement, the Fund was to receive, on or before June 30, 2016, a specified portfolio consisting of securities of Canadian public issuers that are "Canadian securities" for the purposes of the Tax Act ("Canadian Securities") in an amount equal to the value of Class A and U Units of ISL Loan Trust. Partial settlements under the Forward Agreement were intended to ensure that Unitholders have economic exposure to the distributions effected by Class A and U Units of ISL Loan Trust. A counterparty fee of 0.30% per annum, calculated daily with reference to the NAV of Class A and U Units of ISL Loan Trust, was payable to BNS under the Forward Agreement.

During June, 2016, the Forward Agreement was terminated on schedule and the Fund is now investing directly in Class A and U Units of ISL Loan Trust.

13 INCOME TAXES

The Fund qualifies as a mutual fund trust under the provisions of the Income Tax Act (Canada) and accordingly, is subject to tax on its investment income, including net realized capital gains, for any calendar year in which its net investment income or sufficient net realized capital gains are not paid or payable to its Unitholders as at the end of the calendar year. It is the intention of the Manager that all annual net investment income and sufficient net taxable capital gains will be distributed to Unitholders on a calendar year basis such that Canadian income taxes payable by the Fund will be minimized. As a result thereof and of the deduction of expenses in computing its taxable income, no provisions for income taxes are made in the financial statements.

As at tax year end December 31, 2015, the Fund had accumulated net capital losses of $228,448, (December 31, 2014 – $228,448), which may be carried forward indefinitely to reduce future realized capital gains and non-capital losses of $11,828,089 (December 31, 2014 – $11,828,089), which will expire within the next twenty years as shown in the following table:

Year of the realized non-capital tax loss	Amount of tax loss	Expiry date
2011	$ 3,776,111	2031
2012	4,706,814	2032
2013	3,345,164	2033
2014	–	–
2015	–	–
Total	**$ 11,828,089**	

14 BROKER COMMISSION CHARGES AND SOFT DOLLAR SERVICES

There were $nil broker commissions paid during the six-month periods ended November 30, 2016 and 2015 in connection with portfolio transactions. No contractual arrangements for soft dollar services exist in the broker commission charges.

15 FAIR VALUE MEASUREMENT

The Fund's assets and liabilities recorded at fair value have been categorized 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 Fund classifies its investments and derivative assets/liabilities into three categories based on the nature of the inputs used to determine their fair value. The categories and the nature of the inputs used in each category are as follows:

Level l: Inputs that reflect 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, including inputs in markets that are not considered to be active.

Level 3: Inputs that are unobservable, there is little if any market activity. Inputs into the determination of fair value require significant management judgement or estimation.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

Fair values are classified as Level 1 when the related security or derivative 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, instruments are 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.

Prepaid Forward Agreement: The prepaid forward agreement is a Level 2 security as its value is based on observable inputs which are not actively traded.

Underlying Fund: The Underlying Fund (ISL Loan Trust) is valued based on the latest available redemption price of its units as reported by the administrator of such Underlying Fund.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

The following tables illustrate the classification of the Fund's financial instruments within the fair value hierarchy as at November 30, 2016 and May 31, 2016.

Assets at fair value as at November 30, 2016	**Level 1**	**Level 2**	**Level 3**	**Total**
Underlying Fund	155,242,072	–	–	155,242,072
Total	155,242,072	–	–	155,242,072

Assets at fair value as at May 31, 2016	**Level 1**	**Level 2**	**Level 3**	**Total**
Prepaid Forward Agreement	–	158,377,217	–	158,377,217
Total	–	158,377,217	–	158,377,217

There were no transfers among the three levels during the six-month period ended November 30, 2016 and the year ended May 31, 2016.

16 FINANCIAL INSTRUMENT RISK

The Fund is exposed to a variety of financial instruments risks: credit risk, liquidity risk and market risk (including interest rate risk, currency risk and price risk). The level of risk to which the Fund is exposed depends on the investment objectives and the type of investments the Fund holds. The Fund is also indirectly exposed to financial instrument risk due to its investment in the Underlying Fund. This includes credit, interest and liquidity risks. The value of investments within a portfolio can fluctuate daily as a result of changes in prevailing interest rates, economic and market conditions and company-specific news related to investments held by the Fund. The Manager of the Fund may attempt to minimize the potential adverse effects of these risks on the Fund's performance by, but not limited to, regular monitoring of the Fund's positions and market events and diversification of the investment portfolio by asset type, country, sector, and term to maturity within the constraints of the stated objectives, and through the usage of derivatives to hedge certain risk exposures.

Market Risk

a) Interest rate risk

Interest rate risk is the risk that the fair value of the Fund's interest-bearing investments will fluctuate due to changes in prevailing levels of market interest rates. Other assets and liabilities are short-term in nature and non-interest bearing. As at November 30, 2016, the Fund was indirectly exposed to interest risk through its investment in the Underlying Fund which invested in senior loans, common stocks, short-term notes and derivatives. Since the Senior Loans held in the Underlying Fund are floating rate instruments with a short duration, changes in the prevailing levels of market interest rates are not expected to have a significant impact on the net assets of the Fund but since the loans have a base rate of LIBOR plus a spread, the yield to the fund will change as LIBOR fluctuates after taken into account any LIBOR floors. As at November 30, 2016 and May 31, 2016, interest rate risk from the term loans was minimal.

b) Currency risk

Currency risk arises from financial instruments that are denominated in a currency other than the functional currency of the Fund, which is the Canadian dollar (“CAD”). Both the Class A Units and the Class U Units are exposed to the risk that the value of securities denominated in currency other than Canadian dollars and U.S. dollars will fluctuate due to changes in exchange rates. The Schedule of Investment Portfolio identifies all securities denominated in foreign currencies.

The tables below summarize the Fund’s exposure to foreign currencies as at November 30, 2016 and May 31, 2016. Amounts shown are based on the carrying values of monetary and non-monetary assets as well as the underlying principal amounts of foreign currency derivatives such as forward contracts. Other financial assets such as dividends and interest receivable and receivable from investment sales and liabilities such as interest payable, accounts payable and accrued liabilities and management fees payable denominated in foreign currencies do not expose the Fund to significant currency risk. The tables below summarizes the approximate impact on net assets had the Canadian dollar (“CAD”) weakened by 5% in relation to these currencies. If the Canadian dollar were to strengthen relative to these currencies, the opposite would occur. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

The Fund is exposed to indirect currency risk as the Underlying Fund invests in financial instruments that are denominated in a currency other than the functional currency of the Fund. The following tables summarize the Underlying Fund’s exposure to currency risk as at:

November 30, 2016

	Exposure			Impact on net assets attributable to holders of redeemable units		
Currency	**Non-Monetary Instruments**	**Monetary Instruments***	**Total**	**Non-Monetary Instruments**	**Monetary Instruments***	**Total**
USD dollar	$ 2,076,119	$ 33,854,576	$ 35,930,695	$ 103,806	$ 1,692,729	$1,796,535
Euro	-	(8,616)	(8,616)	-	(431)	(431)
Total	**$ 2,076,119**	**$ 33,845,960**	**$35,922,079**	**$ 103,806**	**$ 1,692,298**	**$1,796,104**
% of Net Assets attributable to holders of redeemable units	**1.3%**	**21.8%**	**23.1%**	**0.1%**	**1.1%**	**1.2%**

May 31, 2016

	Exposure			Impact on net assets attributable to holders of redeemable units		
Currency	**Non-Monetary Instruments**	**Monetary Instruments***	**Total**	**Non-Monetary Instruments**	**Monetary Instruments***	**Total**
USD dollar	$ 2,316,235	$ 35,668,751	$ 37,984,986	$ 115,812	$ 1,783,438	$1,899,250
Euro	-	(38,564)	(38,564)	-	(1,928)	(1,928)
Total	**$ 2,316,235**	**$ 35,630,187**	**$37,946,422**	**$ 115,812**	**$ 1,781,510**	**$1,897,322**
% of Net Assets attributable to holders of redeemable units	**1.4%**	**20.9%**	**22.3%**	**0.1%**	**1.0%**	**1.1%**

*Under monetary instruments, the cash and foreign currency forward contracts are netted together.

Credit risk

Credit risk is the risk that a security issuer or counterparty to a financial instrument will fail to meet its financial obligations. The fair value of a debt instrument includes consideration for the credit worthiness of the debt issuer. The credit risk exposure of the Fund’s other assets is represented by their carrying amount as disclosed in the Statements of Financial Position. The carrying amount of debt investments and unrealized gain (loss) on derivative instruments outstanding with counterparties represents the maximum exposure to credit risk. Credit ratings for debt securities, preferred securities and derivative instruments are obtained from Standard & Poor’s, where available; otherwise, ratings are obtained from Moody’s Investors Service, Dominion Bond Rating Services or Canadian Bond Rating Services. Other assets will be settled in the short term.

The Manager evaluates the credit quality of the securities prior to purchase and performs ongoing monitoring of the credit quality of the securities. As of the purchase date, the Fund will not invest more than 10% of its total assets in the securities of any one issuer in accordance with investment restrictions.

The Fund is exposed to indirect credit risk through its investment in the Underlying Fund which invested in a diversified portfolio term loans and derivatives.

The tables below summarize the Underlying Fund's exposure to credit risk through its investment as of November 30, 2016 and May 31, 2016. Amounts shown are based on the carrying value of term loan with counterparties.

Rating	November 30, 2016 (% of NAV)	May 31, 2016 (% of NAV)
BBB	1.1%	1.7%
BBB-	1.4%	2.2%
BB+	4.6%	4.2%
BB	10.9%	11.9%
BB-	14.5%	12.4%
B+	20.8%	31.5%
B	36.0%	49.8%
B-	13.4%	12.8%
CCC+	9.7%	11.5%
CCC	1.1%	2.1%
CCC-	1.0%	0.8%
D	0.0%	0.3%
Not rated	1.1%	1.3%
Total	**115.6%**	**142.5%**

As at November 30, 2016 and May 31, 2016, no debt securities were contractually past due and no longer meeting interest payment obligations.

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

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations on time or at a reasonable price with financial liabilities. Unitholder redemption requests are the main liquidity risk for the Fund. The Fund is exposed to liquidity risk through its monthly and annual redemptions. Therefore, the Fund invests the majority of its assets in investments that are traded in an active market and can be readily disposed of. In addition, the Fund retains sufficient cash and cash equivalents to maintain liquidity.

All of the Fund's financial liabilities at November 30, 2016 and May 31, 2016 had maturities of less than one year. The tables below classify the Fund's financial liabilities into relevant maturity groupings based on the remaining period to the contractual maturity date. The amounts in the tables are the contractual undiscounted amounts.

As at November 30, 2016:

Financial liabilities	On Demand	less than 3 months	less than 1 year	Total
Distributions payable to unitholders	**$ –**	$ 704,392	**$ –**	**$ 704,392**
Other accounts payable and accrued expenses	–	37,469,519	–	**37,469,519**
Management fees payable	–	44,315	–	**44,315**
Total	**$ –**	**$ 38,218,226**	**$ –**	**$ 38,218,226**

As at May 31, 2016:

Financial liabilities	On Demand	less than 3 months	less than 1 year	Total
Distributions payable	$ –	$ 699,980	$ –	$ 699,980
Other accounts payable and accrued expenses	–	167,066	–	167,066
Management fees payable	–	16,126	–	16,126
Total	**$ –**	**$ 883,172**	**$ –**	**$ 883,172**

The Fund is exposed to indirect liquidity risk through its holdings in the Underlying Fund. The Fund maintains sufficient cash positions to maintain liquidity and can liquidate its holdings of the Underlying Fund on a daily basis. The tables below classify the Underlying Fund's financial liabilities into relevant maturity groupings based on the remaining period to the contractual maturity date. The amounts in the tables are the contractual undiscounted amounts.

November 30, 2016

	On demand	Less than 3 months	Less than 1 year	Total
Leverage	$ –	$ 25,950,780	$ –	$ 25,950,780
Payable on securities purchased	–	8,126,868	–	8,126,868
Other accounts payable and accrued expenses	–	514,062	–	514,062
Management fees payable	–	113,467	–	113,467
Unrealized depreciation on foreign currency forward contracts	–	11,282	–	11,282
Total	**$ –**	**$ 34,716,459**	**$ –**	**$ 34,716,459**

May 31, 2016

	On demand	Less than 3 months	Less than 1 year	Total
Leverage	$ –	$ 46,045,120	$ –	$46,045,120
Payable on securities purchased	–	16,278,720	–	16,278,720
Other accounts payable and accrued expenses	–	484,076	–	484,076
Management fees payable	–	116,575	–	116,575
Unrealized depreciation on foreign currency forward contracts	–	780,078	–	780,078
Total	**$ –**	**$ 63,704,569**	**$ –**	**$ 63,704,569**

Redeemable units are redeemable on demand at the holder's option. However, the Manager does not expect that the contractual maturity disclosed above will be representative of the actual cash outflows, as holders of these instruments typically retain them for a longer period.

15. FINANCIAL INSTRUMENTS BY CATEGORY

The following table presents the net gains (losses) on financial instruments at FVTPL by category for the six-month periods ended November 30, 2016 and 2015.

	Net gains (losses)	
Net gains (losses) on financial instruments at FVTPL	**November 30, 2016**	**November 30, 2015**
Financial Assets and Liabilities at FVTPL:		
Held for Trading	$ –	$ –
Designated at inception	7,710,624	(2,935,247)
Total financial assets and liabilities at FVTPL	$ 7,710,624	$ (2,935,247)

16. INVESTMENTS WITH STRUCTURED ENTITIES

The Fund has determined that the underlying funds in which it invests in are unconsolidated structured entities. This represents a significant judgment by the Fund because decision-making about the underlying funds' investing activities is not governed by voting rights held by the Fund and other investors. The table below describes the types of structured entities that the Fund does not consolidate but in which it holds an interest.

Entity	Nature and Purpose	Interest Held by the Fund
Investment funds	To manage assets on behalf of Third-party investors. These vehicles are financed through the issue of units to investors.	Investment in units issued by the Underlying Fund.

The change in fair value of the underlying funds is included in the Statements of Comprehensive Income in "Net Gains (Losses) on investments and derivatives at FVTPL" The table below sets out the interest held by the Fund in unconsolidated structured entities. The maximum exposure to loss is the total fair value of the financial assets held.

As at November 30, 2016

Underlying Fund	Country of Domicile	Total Net Assets of Underlying Fund	Ownership Interest	Fair Value Included in Investments in Statements of Financial Position
ISL Loan Trust	Canada	155,242,234	99.99%	155,242,072

During the six-month period ended November 30, 2016, the Fund did not provide financial support to unconsolidated structured entities and has no intention of providing financial or other support. The Fund can redeem its units in the above underlying funds on a daily basis.

17. SUBSEQUENT EVENT NOTE

On November 30, 2016, Aston Hill Capital Markets Inc. was amalgamated into Aston Hill Asset Management Inc. On December 8, 2016, Aston Hill Asset Management Inc., as part of Aston Hill Financial Inc. ("Aston Hill") and together with Front Street Capital 2004 ("Front Street") and Tuscarora Capital Inc. ("TCI"), an entity under common control with Front Street, completed a previously announced transaction whereby Aston Hill would acquire all of the equity interests in the Front Street and TCI, and the companies would combine their respective operations. As part of the transaction, Aston Hill also changed its name to LOGiQ Asset Management Inc. and consequently Aston Hill Asset Management Inc. changed its name to LOGiQ Asset Management Ltd.

CORPORATE INFORMATION

Independent Review Committee

John Crow
Chairman

C. Scott Browning

Robert Falconer

Joseph H. Wright

Directors and Senior Officers of the Manager

Joe Canavan
Director and Chief Executive Officer

Kal Zakarneh
Director and Chief Financial Officer

Derek Slemko
Director and President

Manager

LOGiQ Asset Management Ltd.

Sub-Advisor

Voya Investment Management Co. LLC

Transfer Agent and Trustee

Computershare Trust Company of Canada

Custodian

RBC Investor Services Trust

Auditor

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