Condensed Interim Consolidated Financial Statements for the period ended September 30, 2014

Contents

Consolidated Statements of Financial position

(in thousands of Canadian dollars)

Revision of prior period financial statements have been reflected in the December 31, 2013 balances as disclosed in Note 3 of the Condensed Interim Consolidated Financial Statements

As at,	Notes	**September 30, 2014**	December 31, 2013
		(Unaudited)	*(Audited) Note 3*
Assets			
Current assets			
Cash and cash equivalents		**$ 11,799**	$ 5,830
Trade and other receivables	20(d)	**5,542**	6,895
Investments at fair value through profit or loss	4(f), 20(e)	**1,575**	2,376
Short term restricted trust units receivable	20(c)	**64**	321
Prepaid expenses		**263**	355
		$ 19,243	$ 15,777
Property and equipment		**1,035**	1,155
Long term restricted trust units receivable	20(c)	**-**	107
Prepaid deposits and expenses		**1,948**	1,863
Investment at fair value through other comprehensive income	4(f)	**-**	7,786
Goodwill		**3,946**	3,946
Intangible assets	10	**68,136**	67,200
Deferred sales commissions	9	**3,267**	2,333
Total assets		**$ 97,575**	$ 100,167
Liabilities			
Current Liabilities			
Trade and other payables	20(d)	**$ 4,774**	$ 4,701
Current income tax payable		**387**	540
Provisions	15	**2,730**	3,258
Revolving line of credit	14	**-**	305
		$ 7,891	$ 8,804
Convertible debentures	16	**37,054**	36,428
Forward purchase contract liability		**3,987**	3,930
Deferred tax liabilities	3, 21	**11,675**	11,234
		$ 60,607	$ 60,396
Non-controlling interest			
Non-controlling interest		**123**	463
Shareholders' equity			
Share capital	11	**$ 46,849**	$ 46,957
Treasury stock	17	**(810)**	(648)
Convertible debentures equity component	3	**4,313**	4,317
Contributed surplus		**6,531**	5,850
Retained (deficit)	3	**(20,038)**	(13,304)
Accumulated other comprehensive (loss)		**-**	(3,864)
		$ 36,845	$ 39,308
Total liabilities & shareholders' equity		**$ 97,575**	$ 100,167

The notes are an integral part of these unaudited condensed interim consolidated financial statements.

Consolidated Statements of Net & Comprehensive Income (loss)

(in thousands of Canadian dollars, except per share information)

Revision of prior period financial statements have been reflected in the three and nine month periods ended September 30, 2013 as disclosed in Note 3 of the Condensed Interim Consolidated Financial Statements

		For the three month periods ended,		For the nine month periods ended,	
	Note	**September 30, 2014** *(Unaudited)*	September 30, 2013 *(Unaudited)* *Note 3*	**September 30, 2014** *(Unaudited)*	September 30, 2013 *(Unaudited)* *Note 3*
Revenue					
Management fees and other	20(a)	**$ 12,243**	$ 8,453	**$ 34,646**	$ 21,922
Administration charges	20(b)	**157**	723	**973**	2,216
		$ 12,400	$ 9,176	**$ 35,619**	$ 24,138
Expenses					
General and administrative	21	**$ 6,352**	$ 5,337	**$ 17,521**	$ 13,889
Sub-advisory expense		**1,257**	142	**3,795**	577
Product development		**199**	117	**477**	557
Share based compensation	17	**173**	430	**883**	1,366
Depreciation of property and equipment		**119**	70	**316**	264
Amortization of intangible assets - finite life	10	**298**	-	**897**	-
Amortization of deferred sales commissions	9	**326**	277	**892**	702
Trailer fees		**1,499**	748	**3,961**	1,823
Commissions		**6**	54	**106**	133
Total operating expenses		**$ 10,229**	$ 7,175	**$ 28,848**	$ 19,311
Net losses (gains) on investments	6	**$ 118**	$ (129)	**$ 513**	$ (489)
Finance expense	7	**1,077**	1,041	**3,175**	3,132
Net income (loss) before tax for the period		**$ 976**	$ 1,089	**$ 3,083**	$ 2,184
Income tax expense					
Current taxes		**377**	355	**1,002**	442
Deferred taxes	3, 21	**248**	215	**443**	313
Net income (loss) for the period		**$ 351**	$ 519	**$ 1,638**	$ 1,429
Net income (loss) to non-controlling interest		**266**	85	**732**	81
Net income (loss) to controlling interest		**$ 85**	$ 434	**$ 906**	$ 1,348
Other comprehensive income (loss):					
Change in fair value of investments through other comprehensive income (net of tax)	4	**$ -**	$ 253	**$ 884**	$ 727
Transfer to retained earnings on sale of investments through other comprehensive income		**-**	-	**(884)**	-
Other comprehensive income for the period, net of tax		**$ -**	$ 253	**$ -**	$ 727
Total comprehensive income (loss) for the period		**$ 85**	$ 687	**$ 906**	$ 2,075
Net income per share					
Basic	3, 12	**$ 0.001**	$ 0.005	**$ 0.010**	$ 0.018
Diluted	3, 12	**$ 0.001**	$ 0.005	**$ 0.010**	$ 0.017

The notes are an integral part of these unaudited condensed interim consolidated financial statements.

Consolidated Statements of Changes in Equity

(in thousands of Canadian dollars, except share information)

Revision of prior period financial statements have been reflected in the December 31, 2013 and September 30, 2013 balances as disclosed in Note 3 of the Condensed Interim Consolidated Financial Statements

For the period ended,	Note		**September 30, 2014** *(Unaudited)*		December 31, 2013 *(Audited) Note 3*		September 30, 2013 *(Unaudited) Note 3*
Number of common shares outstanding							
Outstanding at the beginning of period			**89,954**		72,400		72,400
Shares issued in public offering	11		**-**		16,605		15,300
Stock options exercised and treasury stock granted	17		**371**		1,186		1,062
Dividend reinvestment plan	11		**71**		-		-
Shares repurchased & cancelled			**(912)**		(186)		-
Shares repurchased & held in treasury			**(187)**		(51)		(89)
Outstanding at end of period			**89,297**		89,954		88,673
Share capital							
Balance at beginning of period		**$**	**46,957**	$	24,121	$	24,121
Shares issued			**79**		23,077		21,420
Share issue costs, net of deferred tax	11		**(7)**		(1,196)		(1,361)
Options exercised	17		**308**		1,054		786
Normal course issuer bid repurchases			**(488)**		(99)		-
Other			**-**		-		270
Balance at end of period		**$**	**46,849**	$	46,957	$	45,236
Treasury stock							
Balance at beginning of period		**$**	**(648)**	$	(641)	$	(641)
Treasury stock granted	17		**67**		236		-
Shares repurchased and held in treasury			**(229)**		(243)		(111)
Balance at end of period		**$**	**(810)**	$	(648)	$	(752)
Convertible debentures equity component							
Balance at beginning of period	3	**$**	**4,317**	$	4,319	$	4,319
Normal course issuer bid repurchases			**(4)**		(2)		-
Balance at end of period		**$**	**4,313**	$	4,317	$	4,319
Contributed surplus							
Balance at beginning of period		**$**	**5,850**	$	5,057	$	5,057
Share based compensation expensed	17		**816**		1,495		1,366
Share based compensation exercised	17		**(135)**		(702)		(343)
Balance at end of period		**$**	**6,531**	$	5,850	$	6,080
Retained deficit							
Balance at beginning of period	3	**$**	**(13,304)**	$	(9,748)	$	(9,748)
Dividends paid	13		**(4,057)**		(4,287)		(2,938)
Normal course issuer bid repurchases			**(603)**		(141)		-
Net income (loss) to controlling interest	3		**906**		865		1,348
Other			**-**		7		-
Transfer of AOCI loss from sale of investment at fair value through OCI			**(2,980)**		-		-
Balance at end of period		**$**	**(20,038)**	$	(13,304)	$	(11,338)
Accumulated other comprehensive loss (AOCI)							
Balance at beginning of period		**$**	**(3,864)**	$	(4,895)	$	(4,895)
Other comprehensive income (OCI)			**884**		1,031		727
Sale of investment at fair value through OCI (net of tax)			**2,980**		-		-
Balance at end of period		**$**	**-**	$	(3,864)	$	(4,168)
Total equity		**$**	**36,845**	$	39,308	$	39,377

The notes are an integral part of these unaudited condensed interim consolidated financial statements.

Consolidated Statements of Cash Flows

(in thousands of Canadian dollars, except share information)

For the nine months ended,	Note	**September 30, 2014** *(Unaudited)*	September 30, 2013 *(Unaudited)*
Operating Activities			
Net income for the period	3	**$ 1,638**	$ 1,429
Adjustments for non-cash items:			
Deferred income taxes	3, 21	**443**	313
Interest expense	7	**1,869**	1,781
Depreciation of property and equipment		**316**	264
Amortization of intangible assets - finite life		**897**	-
Amortization of deferred sales commissions		**892**	702
Accretion of forward purchase contract		**57**	-
Accretion of discount on convertible debentures	16	**1,239**	1,349
Share based compensation	17	**883**	1,366
Gain (loss) on financial instruments	6	**813**	(206)
Other non-cash gains/losses		**-**	15
Income tax expense		**1,002**	442
		$ 10,049	$ 7,455
Change in non-cash working capital	8	**1,018**	1,030
		$ 11,067	$ 8,485
Income taxes received (paid)		**(1,154)**	355
Net cash from operating activities		**$ 9,913**	$ 8,840
Investing Activities			
Property and equipment expenditures		**$ (196)**	$ (83)
Acquisition of investments at fair value through profit or loss		**(13)**	(107)
Acquisition of intangible assets		**(1,833)**	-
Proceeds on sale of investment at fair value through other comprehensive income		**8,670**	-
Proceeds from sale of capital assets		**-**	284
Proceeds from sale of investments at fair value through profit or loss		**-**	202
Proceeds from sale of intangible assets		**-**	40
Deferred sales commissions paid	9	**(1,826)**	(1,462)
Payable for corporate acquisition		**-**	(121)
Corporate acquisition, net of cash		**-**	(16,372)
Net cash from investing activities		**$ 4,802**	$ (17,619)
Financing Activities			
Issuance of equity instruments		**-**	$ 21,420
Share issue costs		**$ (9)**	$ (1,361)
Issuance of non-controlling interest		**-**	10
Proceeds from exercise of share options	17	**173**	445
Net income to non-controlling interest paid		**(822)**	-
Normal course issuer bid repurchases		**(1,110)**	-
Shares repurchased and held in treasury		**(229)**	-
Repayment of term credit facility	14	**-**	(1,500)
Repayment of revolving term facility		**(305)**	(1,000)
Purchase of treasury stock		**-**	(111)
Interest paid		**(2,466)**	(2,568)
Dividends paid in cash	13	**(3,978)**	(2,938)
Net cash from (used in) financing activities		**$ (8,746)**	$ 12,397
Change in cash and cash equivalents		**$ 5,969**	$ 3,618
Cash and cash equivalents, beginning of period		**5,830**	2,330
Cash and cash equivalents, end of period		**$ 11,799**	$ 5,948

The notes are an integral part of these unaudited condensed interim consolidated financial statements.

1. Reporting Entity

Aston Hill Financial Inc. (the "Company" or "Aston Hill") is incorporated under the laws of the Province of Alberta, Canada and is a company domiciled in Canada. The unaudited condensed interim consolidated financial statements ("interim consolidated financial statements") of the Company as at September 30, 2014 and December 31, 2013, and for the periods ended September 30, 2014 and 2013 comprise of the Company and its wholly-owned and majority-owned subsidiaries. The principal business of Aston Hill is the management, marketing, distribution and administration of mutual funds, closed end funds, private equity funds, hedge funds, segregated institutional funds, as well as oil and gas property administration and other fee-based investment products for Canadian investors.

The Company is a publicly traded corporation on the Toronto Stock Exchange ("TSX") and the head office, principal address and registered and records office of the Company is Suite 500, 321 - 6th Avenue SW, Calgary, Alberta, T2P 3H3.

These interim consolidated financial statements were approved and authorized for issuance by the Board of Directors on November 4, 2014.

2. Basis of Preparation

a) Statement of compliance:

These interim consolidated financial statements have been prepared using accounting policies consistent with International Financial Reporting Standards ("IFRS") and in accordance with International Accounting Standards ("IAS") 34, *Interim Financial Reporting.*

The accounting policies applied in these interim consolidated financial statements are the same as those applied in the Company's annual consolidated financial statements for the year ended December 31, 2013, except as described in the notes to the interim consolidated financial statements.

The interim consolidated financial statements should be read in conjunction with the annual consolidated financial statements for the year ended December 31, 2013.

b) Investment in subsidiaries and funds managed by the Company:

The principles of IFRS 10 defines a subsidiary as an entity that is controlled by another entity. As such, control exists when Aston Hill has power over the entity, exposure or rights to variable returns from its involvement with the entity and is able to use its power to affect such variable returns to which it is exposed. All investments in entities and funds managed by the Company have been assessed for control. The following table represents all entities that have been identified as a subsidiary or an associate. As at September 30, 2014, the Company did not have control over any material funds managed by the Company and therefore no consolidation was required. In addition, as each material investment in funds was below 20%, each fund was assessed not to be an associate and therefore has been excluded from the table below. The interim consolidated financial statements of the Company have been prepared on a consolidated basis as to include all financial information of the identified subsidiaries.

(tabular amounts are in thousands of Canadian dollars except share and per share information)

2. Basis of Preparation (continued)

Name	Country of Incorporation or formation	Relationship	Proportion of ownership	Non-controlling interest ownership	Non-controlling interest profit (loss)	Accumulated non-controlling interest profit (loss)
Aston Hill Asset Management Inc.	Canada	Subsidiary	100.00%	0.00%	-	-
Aston Hill Financial Management Ltd.	Canada	Subsidiary	100.00%	0.00%	-	-
Aston Hill Holdings Inc.	Canada	Subsidiary	100.00%	0.00%	-	-
Aston Hill Securities Inc.	Canada	Subsidiary	100.00%	0.00%	-	-
Aston Hill Capital Markets Inc.	Canada	Subsidiary	80.00%	20.00%	707	-
AHF Capital Partners Inc.	Canada	Subsidiary	51.00%	49.00%	25	123
Argent Energy Ltd.	Canada	Subsidiary	100.00%	0.00%	-	-

c) New standards and interpretations adopted:

On January 1, 2014, the Company adopted the limited scope amendments in relation to IAS 36, Impairment of Assets, which entails additional disclosure of the fair value hierarchy and removed the disclosure of recoverable amounts of a unit or group of units for which there has been no impairment or reversal of impairment.

The Company has assessed that there is no significant impact to the results of the financial statements other than disclosures upon adoption of the limited scope amendments in relation to IAS 36.

IFRS 2, Share Based Payments, amended its definitions of ‘vesting conditions’ and ‘market conditions’ and added the definitions of ‘performance condition’ and ‘service condition’. A performance condition is a vesting condition that requires a counterparty to complete a specified period of service and meet a specified performance target. A service condition is a vesting condition that requires the counterparty to complete a specified period of service. This amendment became effective July 1, 2014 and was applied prospectively. The Company has assessed that there is no significant impact on the interim consolidated financial statements upon adoption of this amendment.

3. Revision of Prior Period Financial Statements

Through the preparation of the Condensed Interim Consolidated Financial Statements for the quarter ended September 30, 2014, a prior period deferred tax error was identified in relation to the initial treatment of the convertible debentures that was issued on July 27, 2011. IAS 12.23 specifies that at the time of the initial recognition of convertible debentures, the issuer is required to recognize a deferred tax liability on the equity component by charging the deferred tax directly to the carrying amount of the equity component. The deferred tax liability on the equity component of the convertible debentures was not recognized at the time of issuance.

The Company has assessed for materiality in accordance with IAS 1 and has concluded that it was not material to any of the prior period Consolidated Financial Statements or to the trend in earnings. As such, Aston Hill considered the effects of the prior year misstatements and has revised its comparative Consolidated Financial Statements as initially reported, to correct for the recognition of the deferred tax liability.

The revision had no impact on the Company’s cash from operating activities, operating expenses and net income before tax.

3. Revision of Prior Period Financial Statements (continued)

The tables presented below illustrates the effect of this correction on individual financial statement line items within the Company's Consolidated Statements of Financial Position and Consolidated Statements of Net & Comprehensive Income.

	Year ended December 31, 2013			Year ended December 31, 2012		
(Unaudited; presented in thousands of Canadian dollars, except per share amounts)	**As Previously Reported**	**Revision**	**After Revision**	**As Previously Reported**	**Revision**	**After Revision**
Impact on Consolidated Statements of Financial Position						
Deferred tax liabilities	$ 10,474	760	11,234	$ 4,028	1,063	5,091
Convertible debentures equity component	5,836	(1,519)	4,317	5,838	(1,519)	4,319
Opening retained (deficit)	(14,063)	759	(13,304)	(10,203)	456	(9,747)
Impact on Consolidated Statements of Net & Comprehensive Income						
Deferred tax expense	609	(304)	305	427	(304)	123
Net income (loss)	912	304	1,216	(583)	304	(279)
Net income (loss) to controlling interest	561	304	865	(583)	304	(279)
Net income per share						
Basic	0.007	0.004	0.011	(0.008)	0.004	(0.004)
Diluted	0.007	0.004	0.011	(0.008)	0.004	(0.004)

	Year ended December 31, 2011		
(Unaudited; presented in thousands of Canadian dollars, except per share amounts)	**As Previously Reported**	**Revision**	**After Revision**
Impact on Consolidated Statements of Financial Position			
Deferred tax liabilities	3,503	1,367	4,870
Convertible debentures equity component	5,856	(1,519)	4,337
Opening retained (deficit)	(5,983)	152	(5,831)
Impact on Consolidated Statements of Net & Comprehensive Income			
Deferred tax expense	517	(152)	365
Net income (loss)	1,326	152	1,478
Net income (loss) to controlling interest	1,326	152	1,478
Net income per share			
Basic	0.019	0.002	0.021
Diluted	0.018	0.002	0.020

3. Revision of Prior Period Financial Statements (continued)

	Three months ended September 30, 2013			Nine months ended September 30, 2013		
(Unaudited; presented in thousands of Canadian dollars, except per share amounts)	**As Previously Reported**	**Revision**	**After Revision**	**As Previously Reported**	**Revision**	**After Revision**
Impact on Consolidated Statements of Financial Position						
Deferred tax liabilities	11,515	835	12,350	11,515	835	12,350
Convertible debentures equity component	5,838	(1,519)	4,319	5,838	(1,519)	4,319
Opening retained (deficit)	(12,021)	684	(11,337)	(12,021)	684	(11,337)
Impact on Consolidated Statements of Net & Comprehensive Income						
Deferred tax expense	291	(76)	215	541	(228)	313
Net income (loss)	443	76	519	1,201	228	1,429
Net income (loss) to controlling interest	358	76	434	1,120	228	1,348
Net income per share						
Basic	0.004	0.001	0.005	0.015	0.003	0.018
Diluted	0.004	0.001	0.005	0.014	0.003	0.017

	Three months ended June 30, 2013			Six months ended June 30, 2013		
(Unaudited; presented in thousands of Canadian dollars, except per share amounts)	**As Previously Reported**	**Revision**	**After Revision**	**As Previously Reported**	**Revision**	**After Revision**
Impact on Consolidated Statements of Financial Position						
Deferred tax liabilities	4,370	911	5,281	4,370	911	5,281
Convertible debentures equity component	5,838	(1,519)	4,319	5,838	(1,519)	4,319
Opening retained (deficit)	(11,271)	608	(10,663)	(11,271)	608	(10,663)
Impact on Consolidated Statements of Net & Comprehensive Income						
Deferred tax expense	117	(76)	41	250	(152)	98
Net income (loss)	325	76	401	758	152	910
Net income (loss) to controlling interest	329	76	405	762	152	914
Net income per share						
Basic	0.004	0.002	0.006	0.010	0.002	0.013
Diluted	0.004	0.001	0.005	0.010	0.002	0.012

3. Revision of Prior Period Financial Statements (continued)

	Three months ended March 31, 2013		
(Unaudited; presented in thousands of Canadian dollars, except per share amounts)	**As Previously Reported**	**Revision**	**After Revision**
Impact on Consolidated Statements of Financial Position			
Deferred tax liabilities	4,184	987	5,171
Convertible debentures equity component	5,838	(1,519)	4,319
Opening retained (deficit)	(10,686)	532	(10,154)
Impact on Consolidated Statements of Net & Comprehensive Income			
Deferred tax expense	133	(76)	57
Net income (loss)	433	76	509
Net income (loss) to controlling interest	433	76	509
Net income per share			
Basic	0.006	0.001	0.007
Diluted	0.006	0.001	0.007

4. Determination of fair values

A number of the Company's accounting policies and disclosures require the determination of fair value, for both financial and non-financial assets and liabilities. Fair values have been determined for measurement and/or disclosure purposes based on the following methods. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability.

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

Non-derivative financial assets and liabilities at fair value through profit or loss are classified as, and reported at, fair value through profit or loss. The fair value of a financial instrument is the amount of consideration that would be agreed upon in an arm's length transaction between knowledgeable, willing parties who are under no compulsion to act. In order to recognize the time value of money on the forward purchase contract liability, it has been discounted at a risk free rate of interest at the expected term of the liability. The risk free rate of interest is based on Canada savings bonds with a similar useful life to the obligation being discounted.

b) Financial assets at fair value through other comprehensive income:

The Company's investment in Journey Energy Inc. ("Journey") is a financial asset reported at fair value through other comprehensive income. Based on the Company's adoption of IFRS 9, it stipulates that once an election has been made to recognize financial assets at fair value through other comprehensive income, it is irrevocable. As such, fair value gains or losses cannot be recycled to profit or loss.

4. Determination of fair values (continued)

The fair value of a financial instrument is the amount of consideration that would be agreed upon in an arm’s length transaction between knowledgeable, willing parties who are under no compulsion to act. Estimated fair value is determined on the basis of the expected realizable value of the investments if they were disposed of in an orderly fashion over a reasonable period of time.

The Company previously used estimation techniques to determine fair value which included using recent arm's length market transactions between knowledgeable, willing parties, and if available, referenced the current fair value of another financial instrument that was substantially the same, discounted cash flow analysis, multiple earnings analysis, and reserve based valuations. Journey completed its initial public offering (“IPO”) on June 19, 2014, which enabled level 1 fair value classification as quoted market prices were available. This investment was sold on June 24, 2014, and therefore no value is reflected on the financial statements for periods ending after June 24, 2014.

c) Convertible debentures:

The Company has convertible debenture obligations outstanding, for which a liability component has been classified as a financial liability at amortized cost. The convertible debentures have a fixed interest rate which differs from the market interest rate available to the Company, resulting in an adjustment to fair value being required at initial recognition. The fair value of the convertible debentures at initial recognition was determined based on discounted cash flows assuming no future conversions and continuation of current interest and principal payments as well as taking into consideration the current public trading activity of such debentures.

The Company applied a discount rate of 10% considering current available market information, assumed credit adjustments, and various terms to maturity.

The fair value at recognition of the equity component of the convertible debenture was determined using the residual method in which the difference between the face value of the instrument and the fair value of the debt is allocated as the fair value of the equity component.

d) Share based compensation:

The fair value of employee share based compensation is measured using a Black-Scholes option pricing model. Measurement inputs include share price on measurement date, exercise price of the instrument, expected volatility (based on weighted average historic volatility adjusted for changes expected due to publicly available information), weighted average expected life of the instruments (based on historical experience and general option holder behavior), expected dividends, and the risk-free interest rate (based on government bonds).

e) Restricted trust units receivable:

Restricted trust units receivable (note 20(c)) granted to the Company have been issued in accordance with the Company’s administrative services contract with Argent Energy Trust (“Argent”) (note 20(b)). The units issued pursuant to Argent’s Restricted Trust Unit Plan are not considered equity based payments as the IAS 32 “Puttable Instrument” exemption does not extend to unit based payments made by a Trust.

(tabular amounts are in thousands of Canadian dollars except share and per share information)

4. Determination of fair values (continued)

This instrument is classified at fair value through profit or loss. The grant date fair value of restricted trust units receivable are determined by fair value models as deemed appropriate by the Company. The Company is required to re-determine the fair value of the balance receivable relating to restricted trust units receivable at the end of each reporting period and record any changes in fair value through the Consolidated Statements of Net and Comprehensive Income (Loss).

f) Summary of fair values:

The following tables provide fair value measurement information for financial assets and liabilities recorded at fair value as of September 30, 2014 and December 31, 2013.

	Carrying	Fair	**Fair value measurements using**		
September 30, 2014	Amount	Value	Level 1	Level 2	Level 3
Financial assets:					
Investments at fair value through profit or loss	$ 1,575	$ 1,575	$ 333	$ 1,242	$ -
Restricted trust units receivable	64	64	-	64	-
Financial assets at fair value through OCI	-	-	-	-	-
Financial liabilities:					
Forward purchase contract liability	(3,987)	(3,987)	-	(3,987)	-
	$ (2,348)	$ (2,348)	$ 333	$ (2,681)	$ -

	Carrying	Fair	**Fair value measurements using**		
December 31, 2013	Amount	Value	Level 1	Level 2	Level 3
Financial assets:					
Investments at fair value through profit or loss	$ 2,376	$ 2,376	$ 1,321	$ 1,055	$ -
Restricted trust units receivable	428	428	-	428	-
Financial assets at fair value through OCI	7,786	7,786	-	-	7,786
Financial liabilities:					
Forward purchase contract liability	(3,930)	(3,930)	-	(3,930)	-
	$ 6,660	$ 6,660	$ 1,321	$ (2,447)	$ 7,786

<u>Level 1 Fair Value Measurements</u>

Inputs are quoted prices unadjusted in active markets for identical assets or liabilities that the Company has the ability to access.

<u>Level 2 Fair Value Measurements</u>

Inputs other than quoted prices included within Level I that are observable for the asset or liability, either directly or indirectly. Includes inputs using a valuation methodology other than quoted prices included within Level 1.

(tabular amounts are in thousands of Canadian dollars except share and per share information)

4. Determination of fair values (continued)

Level 3 Fair Value Measurements

Inputs that are not based on observable market data but are significant to the fair value measurement. These unobservable inputs reflect the Company's own assumptions about what a market participant would use in estimating fair value of a financial instrument.

Fair value is calculated using recent arm's length transactions, or prevailing market rates for instruments with similar characteristics, net asset value or internal and external valuation models, such as discounted cash flow analysis, or the multiple of earnings valuation approach.

The Company sold its equity investment in Journey, an oil and gas producing entity on June 24, 2014. The Company previously owned 1,415,595 common shares or approximately 2.7% of the total outstanding common shares of Journey. At the time of the sale, the fair market value of the investment was $8,670,000. As such, the Company recognized an increase in fair value through other comprehensive income of $884,000 from the prior period valuation. Upon the sale of the equity investment, the total accumulated other comprehensive income and the change in fair value during the period was transferred into retained earnings, consistent with IFRS 9.

Journey was previously classified as a Level 3 fair value measurement. However, upon its IPO on June 19, 2014, the investment was transferred to a level 1 investment, before it was sold, as quotable market prices became available.

The following table reconciles the Company's level 3 fair value measurements for the period ended September 30, 2014:

Balance at December 31, 2013		7,786
Change in fair value during the period		884
Sale of investment at fair value through other comprehensive income		(8,670)
Balance at September 30, 2014	**$**	**-**

5. Capital management

The Company's capital management objective is to maximize shareholder returns while ensuring that the Company is capitalized in a manner which appropriately supports regulatory requirements, financial obligations, debt covenants, working capital needs, business expansion and other strategic objectives. The Company's capital management practices are focused on preserving the quality of its financial position by maintaining a solid capital base.

Capital of the Company is comprised of shareholders' equity, its revolving line of credit and convertible debentures. There were no changes in the Company's approach to capital management during the period ended September 30, 2014.

(tabular amounts are in thousands of Canadian dollars except share and per share information)

5. Capital management (continued)

The Company's capital consists of the following:

		September 30, 2014		December 31, 2013
Revolving line of credit	**$**	**-**	$	305
Convertible debentures		**37,054**		36,428
Shareholders' equity		**36,845**		39,308
	$	**73,899**	$	76,041

Four of the Company's subsidiaries are subject to externally imposed capital requirements. Aston Hill Asset Management Inc. ("AHAM"), Aston Hill Capital Markets ("AHCM") and AHF Capital Partners Inc. ("AHFCP") are registered with the Canadian Securities Administrators as Investment Fund Managers. Aston Hill Securities Inc. ("Aston Hill Securities") is a broker dealer registered with the Investment Industry Regulatory Organization of Canada ("IIROC").

AHAM, AHCM and AHFCP are each currently required to maintain minimum working capital of $100,000, plus $100,000 deductible under their respective bonding insurance policies. Aston Hill Securities is required to maintain a level of Risk-Adjusted Capital greater than $nil in accordance with such requirements as IIROC may from time to time prescribe. In the event of non-compliance, these subsidiaries are required to file additional financial information and to review their policies and procedures for compliance with securities law and to file a compliance report.

At September 30, 2014 and December 31, 2013, the Company and its subsidiaries are in compliance with all externally imposed capital requirements.

6. Net losses (gains) on investments

	For the three month periods ended,				*For the nine month periods ended,*			
		September 30, 2014 *(Unaudited)*		September 30, 2013 *(Unaudited)*		**September 30, 2014** *(Unaudited)*		September 30, 2013 *(Unaudited)*
Loss (gain) on sale of financial assets	.							
through profit and loss	**$**	**16**	$	(43)	**$**	**16**	$	(46)
Decrease (increase) in fair value of								
financial assets through profit and loss		**225**		7		**797**		(160)
Other (gains)		**(20)**		(21)		**(58)**		(45)
Interest and dividend income		**(103)**		(72)		**(242)**		(238)
Total net losses (gains) on investments	**$**	**118**	$	(129)	**$**	**513**	$	(489)

(tabular amounts are in thousands of Canadian dollars except share and per share information)

7. Finance expense

	For the three month periods ended,		For the nine month periods ended,	
	September 30, 2014 *(Unaudited)*	September 30, 2013 *(Unaudited)*	**September 30, 2014** *(Unaudited)*	September 30, 2013 *(Unaudited)*
Interest on convertible debentures	**$ 624**	$ 562	**$ 1,816**	$ 1,626
Interest on term credit facility	**-**	-	**-**	22
Interest on revolving line of credit	**-**	7	**26**	44
Other interest expense	**27**	37	**27**	89
Total interest expense	**651**	606	**1,869**	1,781
Accretion of convertible debenture discount (i)	**413**	413	**1,239**	1,239
Accretion of debt issuance costs	**-**	13	**-**	104
Accretion of forward purchase contract	**12**	6	**57**	6
Foreign exchange loss	**1**	3	**10**	2
Net finance expense	**$ 1,077**	$ 1,041	**$ 3,175**	$ 3,132

(i) Accretion of convertible debentures includes accretion of debt issuance costs and accretion of the equity component of the convertible debentures into debt.

8. Supplemental cash flow information

Changes in non-cash working capital from operating activities is comprised of:

	September 30, 2014 *(Unaudited)*	September 30, 2013 *(Unaudited)*
Source/(Use) of Cash:		
Trade and other receivables	**$ 1,353**	$ (380)
Restricted trust units receivable	**364**	69
Prepaid expenses and deposits	**7**	130
Note receivable	**-**	342
Trade and other payables	**73**	1,300
Provisions	**(528)**	(431)
Net income to non-controlling interest payable	**(251)**	-
	$ 1,018	$ 1,030

(tabular amounts are in thousands of Canadian dollars except share and per share information)

9. Deferred sales commissions

		September 30, 2014		December 31, 2013
Gross balance, beginning of period	$	**4,044**	$	1,952
Deferred sales commissions paid		**1,826**		2,092
Gross balance, end of period	$	**5,870**	$	4,044
Accumulated amortization, beginning of period	$	**1,711**	$	831
Amortization of deferred sales commissions		**892**		880
Accumulated amortization, end of period	$	**2,603**	$	1,711
Carrying amounts	$	**3,267**	$	2,333

Deferred sales commissions represent commissions paid by the Company to brokers and dealers on deferred sales charge mutual funds, and are recorded on the settlement date of the sale of the applicable mutual fund unit. Deferred sales commissions are amortized over the expected investment period of 48 months (prior to October 1, 2013 – 36 months) on a straight-line basis from the date recorded.

10. Intangible assets

	Finite life				Indefinite life				Total	
Carrying Amounts		Management contracts		Other		Management contracts		Other		
At December 31, 2012	$	-	$	-	$	44,227	$	1,313	$	45,540
Net additions		4,370		57		17,714		-	$	22,141
Amortization		(479)		(2)		-		-	$	(481)
At December 31, 2013	$	3,891	$	55	$	61,941	$	1,313	$	67,200
Net additions		-		-		1,833		-		1,833
Amortization		(893)		(4)		-		-		(897)
At September 30, 2014	**$**	**2,998**	**$**	**51**	**$**	**63,774**	**$**	**1,313**	**$**	**68,136**

During the three and nine month periods ended September 30, 2014, the Company acquired indefinite life intangible assets of $975,000 (September 30, 2013 - $17,714,000) and $1,833,000 (September 30, 2013 – 17,714,000), respectively through the acquisition of four investment fund agreements.

For the three and nine month periods ended September 30, 2014, amortization of $298,000 (September 30, 2013 - $nil) and $897,000 (September 30, 2013 - $nil), respectively, has been recognized for the finite life intangible assets, which have estimated useful lives ranging from one to seven years.

As at September 30, 2014, the weighted average amortization period of the finite life management contracts and internally generated - other intangible assets are four years (September 30, 2013 - five years) and nine years (September 30, 2013 - ten years), respectively.

The Company's material finite life intangible assets at September 30, 2014 consist of:

Material finite life intangible assets	Description		Carrying value	Remaining amortization period (years)
Hbanc Capital Securities Trust	Management Contract	$	338	1
Australian Banc Capital Securities Trust	Management Contract	$	378	1
Australian Banc Income Fund	Management Contract	$	1,654	7

11. Share capital, dividend reinvestment plan and warrants

At September 30, 2014 and September 30, 2013, the Company was authorized to issue an unlimited number of common shares. All common shares issued and outstanding are fully paid and have no par value.

The holders of common shares are entitled to receive dividends as declared by the Company and are entitled to one vote per share.

During the second quarter of 2014, Aston Hill commenced a dividend reinvestment plan ("DRIP") for its Canadian resident shareholders. The DRIP allows eligible shareholders to reinvest the cash dividends paid on all, or a portion, of their common shares in additional common shares, which would be issued at a 95 percent (5% discount) of the volume weighted average trading price of the common shares on the Toronto Stock Exchange during the last five trading days immediately preceding the relevant dividend payment date.

Dividends reinvested in accordance with the Company's DRIP will be recognized in the period in which they were authorized or approved. Any common shares issued under the DRIP will be reflected as share capital and recorded as dividends paid within retained earnings. During the nine month period ended September 30, 2014, a total of 71,000 common shares were issued at a weighted average price of $1.13 for total gross proceeds of $80,000 under the Company's DRIP.

During the nine month period ended September 30, 2014, 912,000 (September 30, 2013 – nil) common shares have been purchased under the Company's Normal Course Issuer Bid ("NCIB") for a total of 1,097,000 to date. The weighted average issued share capital of these shares of $488,000 (September 30, 2013 – $nil) was recorded as a reduction of share capital, and the remaining difference of $603,000 (September 30, 2013 – $nil) was recorded as a direct reduction to retained earnings.

During the nine month period ended September 30, 2014, $19,000 par value of convertible debentures (September 30, 2013 - $nil) has been repurchased under the Company's NCIB for a total of $32,000 to date (September 30, 2013 - $nil). Out of the amount paid in the nine month period ended September 30, 2014, $15,000 (September 30, 2013 - $nil) was recorded as a reduction to the liability component of the convertible debentures and $4,000 (September 30, 2013 - $nil) was recorded as a reduction to the equity component of the convertible debentures. The remainder, which was nominal for the nine month period ended September 30, 2014 (September 30, 2013 - $nil) was recorded as a direct reduction of equity.

(tabular amounts are in thousands of Canadian dollars except share and per share information)

12. Earnings per share

Basic earnings per share are calculated as follows:

	For the three month periods ended,		*For the nine month periods ended,*	
	September 30, 2014 *(Unaudited)*	September 30, 2013 *(Unaudited)*	**September 30, 2014** *(Unaudited)*	September 30, 2013 *(Unaudited)*
Net income to controlling interest for the period	**$ 85**	$ 434	**$ 906**	$ 1,348
Issued common shares at beginning of the period	**89,350**	73,281	**89,953**	72,400
Effect of share options exercised	**27**	96	**187**	800
Effect of treasury stock transactions	**6**	-	**(102)**	-
Effect of normal course issuer bid transactions	**(70)**	-	**(442)**	-
Effect of public offering	**-**	7,650	**-**	2,578
Effect of dividend reinvestment plan	**14**	-	**21**	-
Weighted average number of common shares - basic	**89,327**	81,027	**89,617**	75,778
Basic earnings per share	**$ 0.001**	$ 0.005	**$ 0.010**	$ 0.018

Diluted earnings per share are calculated as follows:

	For the three month periods ended,		*For the nine month periods ended,*	
	September 30, 2014 *(Unaudited)*	September 30, 2013 *(Unaudited)*	**September 30, 2014** *(Unaudited)*	September 30, 2013 *(Unaudited)*
Net income to controlling interest for the period	**$ 85**	$ 434	**$ 906**	$ 1,348
Weighted average number of common shares - basic	**89,327**	81,027	**89,617**	75,778
Effect of outstanding options	**199**	1,576	**233**	1,707
Effect of deferred equity plan	**1,190**	-	**1,175**	-
Effect of deferred share unit plan for outside directors	**7**	-	**7**	-
Weighted average number of common shares - diluted	**90,723**	82,603	**91,032**	77,485
Diluted earnings per share	**$ 0.001**	$ 0.005	**$ 0.010**	$ 0.017

For the three and nine months ended September 30, 2014, the effect of 36,096,000 (September 30, 2013 – 32,149,000) and 35,553,000 (September 30, 2013 – 30,456,000), respectively, shares issuable resulting from the Company's convertible debentures are excluded from diluted earnings per share as the effect is anti-dilutive.

The average market value of the Company's shares for purposes of calculating the dilutive effect of share options was based on quoted market prices for the period that the options were outstanding.

(tabular amounts are in thousands of Canadian dollars except share and per share information)

12. Earnings per share (continued)

Aston Hill may, at its option, elect to satisfy its obligation to pay the principal amount of the convertible debentures which are to be redeemed or the principal amount of the convertible debentures which are due on the final maturity date, as the case may be, by issuing freely tradable common shares to the holders of the convertible debentures. The number of common shares to be issued is determined by dividing the aggregate principal amount of the outstanding convertible debentures which are to be redeemed, or which have matured by 95% of the current market price of the common shares on the redemption date or the final maturity date, as the case may be. The Company is required to presume that the principal balance of the convertible debentures will be settled in common shares, and the resulting potential common shares shall be included in diluted earnings per share if the effect is dilutive.

13. Dividends

The following dividends have been charged directly to retained deficit during the nine month period ended September 30, 2014 and the twelve month period ended December 31, 2013:

	September 30, 2014	December 31, 2013
Regular dividends paid	**$ 4,057**	$ 4,287

Regular dividends were paid on August 15, 2014, May 14, 2014, February 26, 2014, November 21, 2013, August 14, 2013, and May 13, 2013.

14. Credit facilities

Term credit facility		
Balance at January 1, 2013	$	1,396
Repayments		(1,500)
Accretion		104
Balance at December 31, 2013	$	-
Repayments		-
Accretion		-
Balance at September 30, 2014	**$**	**-**

Revolving line of credit		
Balance at January 1, 2013	$	1,000
Repayments		(1,000)
Drawdown of facility		305
Balance at December 31, 2013	$	305
Repayments		(305)
Drawdown of facility		-
Balance at September 30, 2014	**$**	**-**

(tabular amounts are in thousands of Canadian dollars except share and per share information)

14. Credit facilities (continued)

On July 29, 2013, the Company repaid and terminated the Term Facility, and renewed the Revolving Facility for two years. The Revolving Facility as of September 30, 2014, has a borrowing limit of $6,000,000 and the following terms:

Total Debt/EBITDA	Bankers acceptances	Prime	Standby Fee[1]
Less than or equal to 1:1	+2.00%	+1.00%	0.50%
Greater than 1:1	+2.25%	+1.25%	0.625%

[1] The standby fee is only applicable on the Revolving Facility.

The applicable margin calculation for the Term Facility was based on the total debt ratio excluding debentures and other subordinated debt according to the financial statement balances on the financial statements of Aston Hill. The margin was recalculated every fiscal quarter. The Company terminated the Term Facility on July 29, 2013.

On January 8, 2014, the Company repaid the Revolving Facility balance at the end of December 31, 2013. The Revolving Facility as renewed on July 29, 2013, has a borrowing limit of $6,000,000. The applicable margin calculation is based on the total debt ratio excluding debentures and other subordinated debt according to the financial statement balances on the financial statements of Aston Hill. The margin is recalculated every fiscal quarter. During the period ended September 30, 2014, the Company's borrowing on the Revolving Facility was based on Prime at 3% plus 1% as the total debt/EBITDA ratio was less than 1. The effective interest rate was 4% as the Company did not enter into any bankers acceptances during the period.

As at September 30, 2014, the Company had $nil (December 31, 2013 - $nil) outstanding for the Term Facility and $nil (December 31, 2013 - $305,000) outstanding on the Revolving Facility.

The Credit Facilities are secured by a general security agreement of the Company, an unlimited guarantee by the Company, a limited guarantee from AHAM, an assignment of all service and management contracts, an assignment of a key executive's key man life insurance policy and a pledge of the share capital of AHAM and all of the equity securities held.

The Credit Facilities contain a number of financial covenants that require the Company to meet certain financial ratios and financial condition tests. As at September 30, 2014, and December 31, 2013, the Company is within its financial covenants with respect to its Credit Facilities, which require that the funded debt to annualized earnings before interest, taxes, depreciation and amortization ratio as calculated on the Aston Hill financial statements, remain below 1.2 to 1 and that Aston Hill's assets under management do not fall below $4.6 billion.

(tabular amounts are in thousands of Canadian dollars except share and per share information)

15. Provisions

The provisions for constructive obligations relate to the Company's annual obligation to award short term incentive payments to Aston Hill employees.

		Provisions
Outstanding, December 31, 2012		2,706
Provisions recorded during the period		3,258
Provisions settled during the period		(2,706)
Outstanding, December 31, 2013	$	3,258
Provisions recorded during the period		2,730
Provisions settled during the period		(3,258)
Outstanding, September 30, 2014	**$**	**2,730**

16. Convertible debentures

The balance of debentures outstanding and changes in the liability component during the nine month period ended September 30, 2014 was as follows:

Liability component:		
Balance at December 31, 2012	$	34,870
Accretion of discount		1,651
Interest paid		(2,414)
Interest expense		2,332
Normal course issuer bid repurchases (note 11)		(11)
Balance at December 31, 2013	$	36,428
Accretion of discount		1,238
Interest paid		(2,413)
Interest expense		1,816
Normal course issuer bid repurchases (note 11)		(15)
Balance at September 30, 2014	**$**	**37,054**

17. Share based compensation and treasury stock

Share Option Plans

During the nine month period ended September 30, 2014, the Company granted 1,569,000 options with a weighted average fair value of $1.24 per share. During the year ended December 31, 2013, the Company granted 1,841,000 options with a weighted average fair value of $1.34 per share. The fair value of the options granted during the periods ended September 30, 2014 and December 31, 2013 were estimated at the grant date using an option pricing model with the following weighted average assumptions:

For the periods ended September 30, 2014, December 31, 2013 and September 30, 2013
(tabular amounts are in thousands of Canadian dollars except share and per share information)
(unaudited)

17. Share based compensation and treasury stock (continued)

	September 30, 2014	December 31, 2013
Risk free interest rate (%)	**1.59**	1.32
Expected life of the options (years)	**3.01**	3.49
Expected share price volatility (%)	**49.15**	60.26
Expected forfeiture rate (%)	**11.93**	9.13
Expected dividend yield (%)	**4.84**	3.65

Volatility was determined based on historical share transaction data. Estimated forfeiture rate is adjusted to actual when forfeitures occur.

A summary of the status of the Company's share option plans as at September 30, 2014 and December 31, 2013 and the changes during the periods then ended, are as follows:

	September 30, 2014		December 31, 2013	
	Number of Options ('000s)	**Weighted Average Exercise Price**	Number of Options ('000s)	Weighted Average Exercise Price
Outstanding, beginning of year	**5,866**	**$1.34**	5,965	$ 1.16
Granted	**1,569**	**$1.24**	1,841	1.34
Exercised	**(322)**	**$0.54**	(1,323)	0.45
Forfeited	**(408)**	**$1.32**	(597)	1.50
Expired	**(17)**	**$1.54**	(20)	1.55
Outstanding, end of period	**6,688**	**$1.35**	5,866	$ 1.34
Exercisable, end of period	**3,694**	**$1.35**	2,611	$ 1.25

	September 30, 2014			
Range of exercise prices	**Number of Options Outstanding ('000s)**	**Weighted Average Exercise Price**	**Weighted Average Remaining Contractual Life (Years)**	**Number of Options Vested ('000s)**
$0.51 - $1.00	**483**	**$ 0.76**	**0.37**	**483**
$1.01 - $1.50	**4,023**	**1.29**	**3.42**	**1,363**
$1.51 - $2.00	**2,182**	**1.60**	**1.90**	**1,847**
	6,688	**$ 1.35**	**2.71**	**3,693**

17. Share based compensation and treasury stock (continued)

	December 31, 2013			
Range of exercise prices	Number of Options Outstanding ('000s)	Weighted Average Exercise Price	Weighted Average Remaining Contractual Life (Years)	Number of Options Vested ('000s)
$0.51 - $1.00	805	$ 0.67	0.93	805
$1.01 - $1.50	2,814	1.31	3.69	670
$1.51 - $2.00	2,247	1.61	2.65	1,135
	5,866	$ 1.25	2.91	2,610

For the three and nine months ended September 30, 2014, the share option plan comprised $87,000 (September 30, 2013- $322,000) and $518,000 (September 30, 2013 - $1,031,000), respectively, of the total share based compensation expense.

Deferred Equity Plan

During the nine month period ended September 30, 2014, the Company granted 260,000 (December 31, 2013 – 275,000) deferred shares with no exercise price.

A summary of the status of the Company's deferred equity plan as at September 30, 2014, and December 31, 2013 and the changes during the periods ended, are as follows:

	September 30, 2014		
	Number of Deferred shares ('000s)	**Weighted Average Exercise Price**	**Number of Deferred shares Vested ('000s)**
Outstanding, beginning of period	**945**	**$ -**	**-**
Granted	**260**	**$ -**	**-**
Cancelled	**(100)**	**$ -**	**-**
Outstanding, end of period	**1,105**	**$ -**	**-**
Exercisable, end of period	**-**	**$ -**	**-**

	December 31, 2013		
	Number of Deferred shares ('000s)	Weighted Average Exercise Price	Number of Deferred shares Vested ('000s)
Outstanding, beginning of period	670	$ -	-
Granted	275	$ -	-
Outstanding, end of period	945	$ -	-

(tabular amounts are in thousands of Canadian dollars except share and per share information)

17. Share based compensation and treasury stock (continued)

A forfeiture rate of 2.6% was used when recording the Deferred Equity Plan portion of stock based compensation. This estimate is adjusted to the actual forfeiture rate. The ending units under the deferred equity plan have a remaining expected life of 1.80 years (December 31, 2013 – 1.35 years).

For the three and nine months ended September 30, 2014, the deferred equity plan comprised $8,000 (September 30, 2013 - $107,000) and $267,000 (September 30, 2013 - $335,000) of the total share based compensation expense.

As at September 30, 2014, there are 1,105,000 (December 31, 2013 – 945,000) deferred shares that remain unvested.

Employee Benefit Trust (Treasury Stock)

During the nine month period ended September 30, 2014, the Company released 50,000 common shares from the Aston Hill Financial Employee Benefit Plan Trust for $67,000 as exercised compensation. In addition, the Company purchased 187,000 common shares for consideration of $229,000 through the Aston Hill Financial Employee Benefit Plan Trust.

Deferred Share Unit Plan for Outside Directors

During the year ended December 31, 2012, the Company implemented a Deferred Share Unit Plan (“DSUP”) for specified eligible directors. Under this DSUP, eligible directors may convert their annual director’s fees to units in the DSUP at a price equal to their annual director’s fees divided by the current market price of common shares in the Company upon the grant date, being the date shares are purchased by the Company for this plan. These shares vest upon grant and are redeemable upon the effective termination date of the participant’s term of service.

All units in the DSUP vested on the grant dates in 2014 and 2013 with the amount paid by the Company for units under this plan expensed as incurred. DSUP units are held in treasury until redeemed by the plan’s participant. For the three and nine month periods ended September 30, 2014, the DSUP made up $11,000 (September 30, 2013 - $24,000) and $31,000 (September 30, 2013 - $24,000), respectively, of the total share based compensation expense.

18. Commitments

Non-cancellable operating lease rentals are payable as follows:

		September 30, 2014		December 31, 2013
Less than one year	**$**	**1,092**	$	1,836
Between one and five years		**2,275**		2,775
More than five years		**1,274**		1,407
	$	**4,641**	$	6,018

18. Commitments (continued)

The Company is also required to pay its proportionate share of operating and property tax costs for the rented premises. During the three and nine month periods ended September 30, 2014, the Company recorded $327,000 (September 30, 2013 - $317,000) and $915,000 (September 30, 2013 - $762,000), respectively, in office lease expenses. These amounts are included in general and administrative expenses in the Consolidated Statements of Net and Comprehensive Income (Loss).

19. Contingencies

The Company has agreed to indemnify certain individuals, who have acted at the Company's request to be an officer or director of the Company, to the extent permitted by law, against any and all damages, liabilities, costs, charges or expenses suffered by or incurred by the individual as a result of their services. The nature of the indemnification agreements prevent the Company from making a reasonable estimate of the maximum potential amount it could be required to pay to the beneficiary of such indemnification agreement. The Company has purchased various insurance policies to reduce the risks associated with such indemnification.

In the ordinary course of business, the Company and its subsidiaries enter into contracts which contain indemnification provisions, such as letter agreements, service agreements and purchase and sale agreements. In such contracts, the Company may indemnify counterparties to the contracts if certain events occur. In some cases the Company requires indemnities from its service providers, related to the Company's indemnification obligations to counterparties.

These indemnification provisions vary on an agreement by agreement basis. In some cases, there are no pre-determined amounts or limits included in the indemnification provisions and the occurrence of contingent events that will trigger payment under them, is difficult to predict. Therefore, the maximum potential future amount that the Company could be required to pay cannot be estimated and as such no provision has been recorded for the indemnification terms.

The Company is involved with legal actions, which have occurred in the ordinary course of operations. Management is of the opinion that losses, if any, arising from such legal actions would not have a material effect on these interim consolidated financial statements.

For the periods ended September 30, 2014, December 31, 2013 and September 30, 2013
(tabular amounts are in thousands of Canadian dollars except share and per share information)
(unaudited)

20. Related party transactions

In addition to those disclosed elsewhere in the financial statements, the Company had the following related party transactions:

a) The Company's subsidiaries receive management fees and sub-advisory fees and pay for expenses incurred by its various funds under management. These expenses are then charged back to the funds and are recovered under non-interest bearing, normal credit terms in accordance with the prospectus of the funds. Management fees, sub-advisory fees and other amounts due from funds under management, included in accounts receivable at September 30, 2014 were $4,069,000 (December 31, 2013 - $3,559,000). Other amounts due to funds under management recorded in accounts payable as at September 30, 2014, were $nil (December 31, 2013 - $196,000). For the three and nine month periods ended September 30, 2014, $9,241,000 (September 30, 2013 - $5,541,000) and $25,202,000 (September 30, 2013 - $13,240,000), respectively, were recorded as revenue in respect of these management and other fees. In addition, for the three and nine month periods ended September 30, 2014, the Company absorbed $199,000 (September 30, 2013 - $117,000) and $477,000 (September 30, 2013 - $557,000), respectively, of expenses incurred by funds under management.

b) As of May 21, 2014, Argent is no longer considered to be a related party, however all income statement transactions incurred up to this date are considered to be related party transactions. The transactions discussed below for the current year are prorated for the period in which Argent was considered a related party. Therefore, for the three months ended September 30, 2014 there were $nil in related party transactions (September 30, 2013 - $500,000). For the nine months ended September 30, 2014, only transactions incurred between January 1, 2014 and May 21, 2014 of $700,000 (September 30, 2013 - $1,500,000) are considered to be related party. The Administrative Services Contract (the "Contract") with Argent is still in effect until August 12, 2015. The Company recorded $nil (September 30, 2013 - $596,000) as related party expenses for the three month period ended September 30, 2014 and $256,000 for the period from January 1, 2014 to May 21, 2014 (September 30, 2013 - $1,247,000) in salary & overhead recoveries for shared overhead costs that have been reimbursed by Argent.

c) As of May 21, 2014, Argent is no longer considered to be a related party, however all income statement transactions incurred up to this date are considered to be related party transactions. The transactions discussed below are prorated for the period in which Argent is considered a related party. On August 10, 2012, 210,000 restricted trust units receivable were granted with a par value of $10.00 per unit to the Company for services rendered under the Contract (note 20(b)). 70,000 restricted trust units vest per year. On August 10, 2013, the Company was paid $784,000 to settle the first vested tranche of restricted trust units receivable. As Argent is no longer considered to be a related party post May 21, 2014, only revenue recorded before that day is disclosed in three and nine month balances. For the three and nine month periods ended September 30, 2014, a gain of $nil was recorded (September 30, 2013 – gain of $223,000) and a gain of $24,000 (September 30, 2013 – gain of $716,000), was recorded as year to date revenue.

20. Related party transactions (continued)

d) As at September 30, 2014, $nil (December 31, 2013 - $11,000) of trade and other receivables and $184,000 (December 31, 2013 - $104,000) of trade and other payables related to transactions with RJT Capital Inc., a company which owns 49% of the outstanding shares of a subsidiary of the Company.

e) As at September 30, 2014, $1,242,000 (December 31, 2013 - $1,038,000) of the financial assets at fair value through profit or loss is related to holdings in the Company's funds under management. For the three and nine month periods ended September 30, 2014, $52,000 of net losses (September 30, 2013 - $10,000 of net gains) and $190,000 of net gains (September 30, 2013 - $19,000 of net gains), respectively, on investments recorded during the year was related to these funds under management.

All related party transactions are in the normal course of operations and have been measured at the agreed to exchange amounts, which is the amount of consideration established and agreed to by the related parties.

21. Changes in estimates & management judgments

Included in general and administrative expenses for the quarter is an insurance recovery of $501,000. The recovery relates to a fund compliance expense of $685,000 (includes $150,000 in insurance deductible) was incurred and accrued during the fourth quarter of 2013. The recovery was not recorded until the third quarter of 2014, as the Company did not have virtual certainty of the insurance recovery until September 2014.

Included in the deferred tax provision for the quarter is a decrease of $325,000 to a deferred tax asset for a capital loss carry forward, for which the Company considers that the realization of the tax benefit through the use of available capital gains against the capital losses is no longer probable.

22. Subsequent event

On October 15, 2014, the Company renewed its notice of intention to make a normal course issuer bid for a portion of its common shares and 6% extendible convertible unsecured subordinated debentures. Aston Hill intends to acquire up to 5,388,789 common shares and $500,000 principal amount of convertible debentures in the 12-month period commencing October 20, 2014 and ending on October 19, 2015, which figures represent 10% of the public float of outstanding common shares and 1% of the public float of outstanding convertible debentures as of October 10, 2014.