

# SEMI-ANNUAL REPORT

## EXCEL **BLUE CHIP BALANCED** FUND

For the six months ended March 31, 2016 and 2015

The Fund's independent auditors have not performed a review of these Interim Financial Statements in accordance with standards established by the Chartered Professional Accountants, Canada. Important information about the Fund is contained in the Simplified Prospectus. Read the prospectus carefully before investing. Past performance is no assurance or indicator of future returns. Fund unit values and investment returns will fluctuate.

Dear Excel Investor,

We are pleased to present the financial statements of the Excel Funds family of funds for the semi-annual period ending March 31, 2016.

During the period from October 1, 2015 to March 31, 2016, emerging markets improved substantially, following the return of stability to the Chinese economy, a modest rebound in commodity prices, and signals from the U.S. Federal Reserve that it will take a measured and gradual approach to raising interest rates.

While China benefitted from its ongoing transition from an export-led to a consumer-driven economy, India, the world's fastest growing major economy, continued to fire on all cylinders, contributing to its strong equity markets.

Latin America has emerged as a compelling earnings recovery story, following a period of weak growth resulting primarily from depressed prices and weak global demand for commodities. This development bodes well for investors in the Excel Latin America Fund.

On the fixed income front, emerging market debt continues to provide significantly higher yields than developed market bonds in a benign interest rate environment, benefitting investors in the Excel High Income Fund.

The improving fundamentals of emerging markets are expected to benefit the long term performance of our funds. Performance was enhanced by our active country allocation and index-agnostic sector allocation strategies and on-the ground management teams, which provide us with a competitive advantage in security selection.

As emerging markets continue to evolve, Excel Funds remains committed to implementing strategies that take advantage of opportunities as they emerge. We have remained focused on creating new and innovative products that provide investors with access to untapped investment opportunities; and in making tactical shifts to our fund line-up in the interest of our investors.

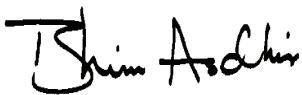
During this period we launched the Excel Billionaire Leaders Fund, a unique fund that invests in companies that are owned and operated by billionaires, a rare breed of individuals regarded as the best creators of wealth. On April 22, 2016, we also launched the Excel India Balanced Fund and the Excel New India Leaders Fund to capitalize on the unique investment opportunities found in India.

On February 16, 2016, in a tactical move to benefit our investors, Excel Funds merged the Excel BRIC Fund into the Excel Emerging Markets Fund to achieve economies of scale.

Looking ahead, we believe that emerging market economies will continue to grow significantly faster than their developed counterparts and that the capitalization of their equity markets will account for an increasingly larger share of total global market capitalization – allowing us to offer our investors a growing universe of opportunities.

We would like to thank you for the trust and confidence you have placed in Excel Funds and look forward to your continued support.

Best Regards,



Bhim D. Asdhir  
President and Chief Executive Officer

EXCEL  
**BLUE CHIP BALANCED FUND**

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*This Interim Management Report of Fund Performance contains financial highlights but does not contain the annual financial statements of the investment fund. This report should be read in conjunction with the investment fund's complete interim financial statements for the period. The interim financial statements have not been reviewed by the investment fund's external auditors. Unitholders may contact us by calling 1-888-813-9813, by writing to us at Excel Funds, 2810 Matheson Boulevard East, Suite 800, Mississauga, ON, L4W 4X7, or by visiting our website at [www.excelfunds.com](http://www.excelfunds.com) to request a copy of the investment fund's financial statements, proxy voting policies and procedures, proxy voting disclosure record, quarterly portfolio disclosure and annual activity report prepared by the Independent Review Committee.*

## Interim Management Report of Fund Performance

This Interim Management Report of Fund Performance presents management's view of the significant factors and developments during the six-month period ended March 31, 2016 that have affected the Excel Blue Chip Balanced Fund's (the "Fund") performance and outlook. In this report, "Excel" or "Manager" refers to Excel Funds Management Inc., the manager of the Fund.

## Results of Operations

For the six-month period ended March 31, 2016, the Fund's Series A and F units returned 0.3% and 0.6% respectively. The blended benchmark of 40% Morgan Stanley Capital International ("MSCI") World Index, 30% MSCI Emerging Markets Free ("EMF") Index, 15% JP Morgan Global Bond Index (GBI) - Emerging Market (EM) Diversified Index and 15% JP Morgan Emerging Market Bond Index (EMBI) Global Composite Index returned 3.0%. The Fund's return is after the deduction of fees and expenses paid by the Fund.

The Fund's portfolio is constructed based on an asset allocation framework that allocates primarily to three mutual funds, the Excel Blue Chip Equity Fund ("BCE Fund"), the Excel High Income Fund ("HI Fund"), and the Excel Emerging Markets Fund ("EM Fund"), (collectively the "Underlying Funds") each representing distinct asset class opportunities, and with unique risk and return expectations. The Fund primarily holds Series I units of the Underlying Funds. The performance of Series I units is substantially similar to that of regular mutual fund units, except for differences in lower expense structure.

The Net Assets of the Fund increased from \$10.9 million as at September 30, 2015 to \$11.1 million as at March 31, 2016. The increase in Net Assets arose primarily as a result of investor net purchases of \$0.5 million which were partially offset by distributions paid to the unitholders of \$0.3 million. Other investment income for the period amounted to approximately \$13,000 and comprised primarily of distributions earned from the Underlying Funds. The Fund recorded realized and unrealized gains of approximately \$207,000 on the its investment portfolio. Expenses for the period amounted to approximately \$170,000.

The Fund's underperformance is attributed to the relative underperformance of its Underlying Funds to their respective benchmarks. The Fund's relative overweight allocation to the HI Fund positively impacted the Fund's performance since it outperformed the two BCE Fund and EM Fund.

The HI Fund was overweight in hard currency bonds versus local currency bonds during the period. On a geographical basis, the HI Fund had a regional overweight on Eastern Europe hard currency bonds. Specific safe-haven countries like Hungary, Croatia and Romania were favoured, while Poland and Serbia were underweight based on valuations. Russia was a large overweight based on the support of the country's flexible exchange rates and technical factors. A tactical approach, based on geopolitical risks and oil prices variations was applied to positions in the Middle-East and North-Africa. The HI Fund underweighted Asian hard currency bonds due to generally tight valuations with Indonesia being the exception. In Latin America, the HI Fund was managed on a country-by-country basis rather than on a regional basis. Hard currency bonds in Brazil and Argentina were strongly over weighted because the HI Fund's sub-adviser Amundi S.A.<sup>(1)</sup> and Amundi Canada Inc. believed the price decline was exaggerated compared to the political situation and/or economic fundamentals. Venezuela was moved from overweight to neutral as rising political uncertainty context and fluctuation of oil prices made it less attractive.

The underperformance of the EM Fund was due to underweights in commodity-centric countries. Regionally, the EM Fund's slight overweight in China, Peru and Philippines contributed to performance. Conversely, the EM Fund's significant overweight position in India and underweight positions in Indonesia, Malaysia, Brazil and Russia detracted from performance. The strongest sector contributor was consumer discretionary. The main sectors that detracted from performance were industrials and healthcare. Individual stocks contributing to performance included TAL Education Group ADR, Taiwan Semiconductor Manufacturing Company Limited, Alibaba Group Holdings Sponsored ADR, Creditcorp Limited, Coway Company Limited and Mediclinic International PLC. Individual holdings that detracted from the EM Fund's performance included the It's Skin Company Limited, China Everbright International Limited, Shanghai Fosun Pharmaceutical Group Company Limited and Hikma Pharmaceutical PLC.

<sup>(1)</sup> Amundi S.A. is not registered in Ontario to provide portfolio advisory services. Amundi S.A.'s head office is located in Paris, France and all or substantially all of its assets may be situated outside of Canada. As a result, it may be difficult to enforce legal rights against Amundi S.A. The name and address of the agent for service of process of Amundi S.A. is Borden Ladner Gervais LLP., Scotia Plaza, 40 King Street West, Suite 4400, Toronto, Ontario, M5H 3Y4.

## Results of Operations (Cont'd)

The underlying BCE Fund relative underweighting in pharmaceutical and healthcare and financial services, and overweighting in information technology were positive contributors, while the BCE Fund's underweighting in telecommunications and consumer products were negative contributors to relative performance. From an individual stock perspective, Prudential PLC, Alibaba Group Holding Limited Sponsored ADR were the top contributors. ICICI Bank Limited ADR, Citigroup Inc., and Bayer AG Reg (Preferred) were the top detractors.

At March 31, 2016, the Fund had an asset mix of 36.5% HI Fund, 32.2% EM Fund, 29.4% BCE Fund and 1.9% of other net assets. The allocation for the Fund is analyzed on a regular basis based on investment opportunities and the interest rate environment across the globe for the highest risk adjusted return.

## Recent Developments

Excel Investment Counsel Inc. (the "Portfolio Adviser") believes that during the period, volatility has remained a key feature in the markets over the last 6 months. Persistent themes including, oil prices, China, global growth and the potency of central bank policies have remained the dominant factors impacting global markets. However, volatility has declined as central banks have taken two key risks off the table. First, the risk of the United States Federal Reserve ("Fed") tightening policy into a slowing global economy has subsided for the near term. This has eased pressure on the United States Dollar ("USD"), commodities and emerging markets. Second, the European Central Bank has broadened its quantitative easing program to include corporate bonds. Combined with additional measures to support bank financing, this has led to a welcome and significant decline in bank and non-bank credit costs in Europe.

Equity markets bottomed out in the middle of February, 2016. The catalyst for the robust rebound was due to the possibility of production cuts, which drove a resurgence in oil prices and propped up risk asset prices in general. The rally was further supported by the Fed's decision in March to not proceed with another rate hike and the first communication from the Governor of the People's Bank of China, which was aimed at reassuring the market about the state of the Chinese economy.

Despite a strong rally off multi-year lows, commodity prices remain significantly below 2014 levels. Hence commodity prices continued to be a key factor bifurcating emerging market ("EM") countries into two distinct groups: commodity-importing countries, such as India, China, Korea and Taiwan, who are benefiting from stronger consumption and/or improved fiscal balances while commodity-exporting countries, such as Latin America, Middle East and Malaysia, are undergoing a necessary transition towards a more balanced economy. Most of Latin America is currently in the midst of, or about to undergo, a dramatic shift in their political structure away from left-leaning socialist governments that were once able to provide generous subsidies funded by high commodity-linked revenues. The Portfolio Adviser believes that this will have a very positive long-term impact on the region. Since most EM currencies are now free-floating, the recent decline in EM currencies has resulted in a more responsive and corrective adjustment in their trade balances. During this period, many EM countries and corporations have also refinanced USD denominated debt with local currency debt to better match revenues with funding needs.

In a scenario of moderating global Gross Domestic Product growth, low inflation and near zero to negative interest rates in Japan, Europe and the US, emerging market debt clearly represents a very compelling investment opportunity and hence will remain an overweight within the Fund.

## Future Accounting Changes

The following standard has been issued by the International Accounting Standards Board ("IASB") and has not been adopted by the Fund since it is not yet effective.

The IASB issued IFRS 9 which replaces IAS 39, the current standard for accounting for financial instruments. The standard covers:

- Classification and measurement: requires that financial assets be classified at either amortized cost or fair value on the basis of the entity's business model for managing the financial assets and the contractual cash flow characteristic of the financial assets.
- Impairment methodology: replaces the current incurred loss model for impairment of financial assets with an expected loss model.
- Hedge accounting: replaces the current rule-based hedge accounting requirements in IAS 39 with guidance that more closely aligns the accounting with an entity's risk management activities.

The Standard is effective for annual periods beginning on or after January 1, 2018 with early adoption permitted. Management is currently assessing the impact of the standard on the financial statements of the Fund.

**Future Accounting Changes (Cont'd)**

In December 2014, Disclosure Initiative was issued, which amends IAS 1 Presentation of Financial Statements. The amendments are designed to encourage entities to use professional judgement to determine what information to disclose in the financial statements and accompanying notes by clarifying the guidance on materiality, presentation, and note structure. These amendments are effective for annual periods beginning on or after January 1, 2016. The Manager is currently assessing the impact of these amendments on the financial statements of the Fund.

# EXCEL BLUE CHIP BALANCED FUND

## Interim Management Report of Fund Performance For the six months ended March 31, 2016

### Past Performance

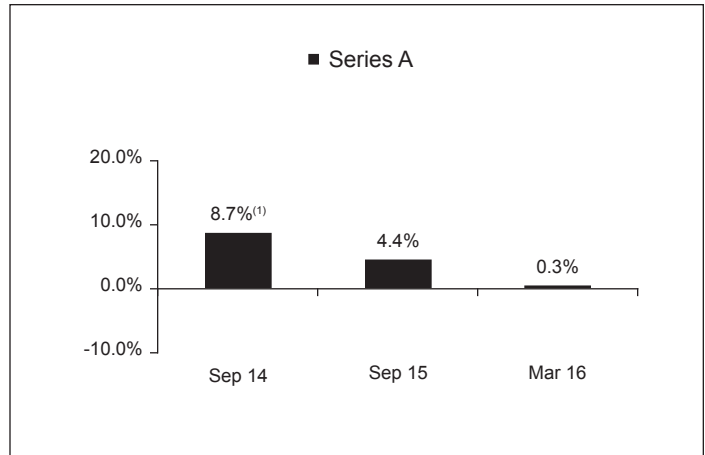
Sales commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. The indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemptions, distributions, optional charges or income taxes payable by any investor that would have reduced returns. It should be noted that mutual funds are not guaranteed as their value changes frequently and past performance may not be repeated.

The Fund's performance numbers assume that all distributions are reinvested in additional units of the Fund. If you hold this Fund outside of a registered plan, income and capital gains distributions that are paid to you increase your income for tax purposes whether paid to you in cash or reinvested in additional units. The amount of the reinvested taxable distributions is added to the adjusted cost base of the units that you own. This would decrease your capital gains or increase your capital loss when you later redeem from the Fund, thereby ensuring that you are not taxed on this amount again. Please consult your tax adviser regarding your personal tax situation.

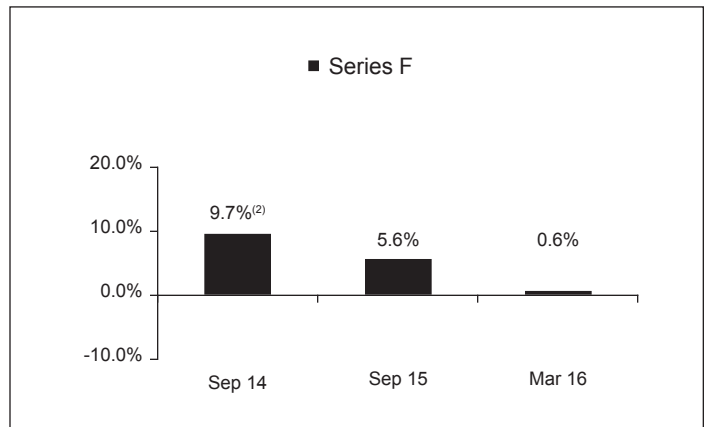
The past performance of the Fund is set out in the following charts. All returns are calculated in Canadian Dollars, and unit values are expressed in Canadian Dollars.

### Year-by-Year Returns

The following bar charts show the performance of each series of the Fund for the six-month period ended March 31, 2016 and for the periods ended September 30. The charts show in percentage terms how an investment held on October 1 or inception would have increased or decreased by September 30 of the fiscal year. The past performance of the Fund is not necessarily an indication of how it will perform in the future.



<sup>(1)</sup> Return from October 4, 2013 to September 30, 2014.



<sup>(2)</sup> Return from October 4, 2013 to September 30, 2014.



# EXCEL BLUE CHIP BALANCED FUND

Interim Management Report of Fund Performance  
For the six months ended March 31, 2016

## Summary of Investment Portfolio As at March 31, 2016

### Portfolio Allocation\*

Asset Class	% of Net Asset Value
Foreign Government Bonds	28.6%
Financial Services	10.6%
Consumer Products	8.0%
Other Net Assets	7.4%
Foreign Corporate Bonds	7.3%
Industrial & Manufacturing	6.2%
Pharmaceuticals & Healthcare	5.2%
Mutual Funds	4.8%
Internet & E-commerce	3.6%
Information Technology	3.0%
Oil & Gas	2.9%
Electronics	2.4%
Utilities & Energy	1.9%
Automotive Services	1.9%
Retail & Merchandising	1.0%
Infrastructure & Development	0.8%
Telecommunications	0.8%
Advertising & Media	0.7%
Real Estate & Property Management	0.7%
Entertainment	0.6%
Chemical Products	0.6%
Commercial Services	0.5%
Materials	0.3%
Shipping & Transportation	0.2%
<b>Total</b>	<b>100.0%</b>

\* The portfolio allocation percentages are based on the Fund's holdings of the Underlying Funds.

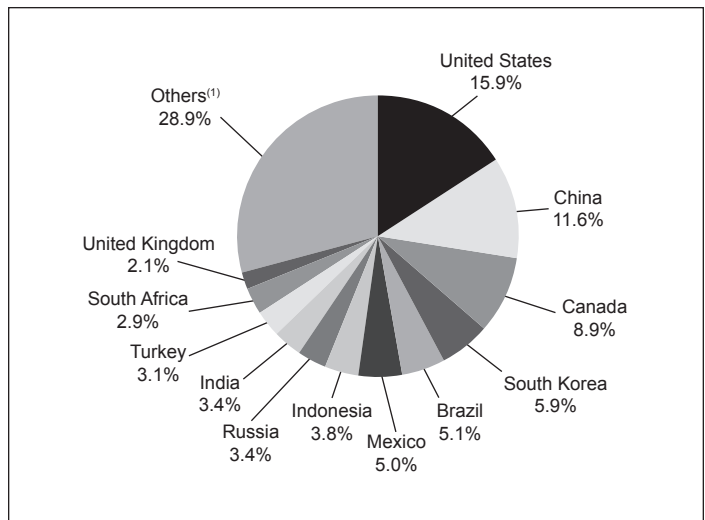
### Top 25 Holdings\*

Issuer	% of Net Asset Value
Excel High Income Fund "I" Series	36.5%
Excel Emerging Markets Fund "I" Series	32.2%
Excel Blue Chip Equity Fund "I" Series	29.4%
Cash & Cash Equivalents	2.6%

\* The Fund has only 4 holdings.

The investments and percentages may have changed by the time you purchase units of this Fund. The top 25 holdings are made available quarterly. The "Quarterly Portfolio Disclosure" is posted on the Excel Funds website - [www.excelfunds.com](http://www.excelfunds.com)

### Portfolio Region Allocation\*



\* The portfolio region allocation percentages are based on the Fund's holdings of the Underlying Funds.

(1) Others include regions which individually represent less than 2.0% of the Net Asset Value.

**Financial Highlights**

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the indicated periods. For financial years beginning before October 1, 2013, Net Assets Attributable to Holders of Redeemable Units are calculated in accordance with Canadian GAAP. For financial years beginning on or after October 1, 2013, Net Assets Attributable to Holders of Redeemable Units are calculated in accordance with IFRS. Net Asset Value is calculated in accordance with section 14.2 of National Instrument 81-106 "Investment Fund Continuous Disclosure" ("NI 81-106") and is used for transactional pricing purposes. Ratios and Supplemental Data are derived from the Fund's Net Asset Value.

**The Fund's Net Assets Attributable to Holders of Redeemable Units Per Unit (\$) <sup>(1)</sup>**

<b>Series A</b>	<b>Mar-16<sup>(5)</sup></b>	<b>Sep-15</b>	<b>Sep-14</b>
<b>Net Assets Attributable to Holders of Redeemable Units, beginning of period</b>	<b>5.21</b>	5.21	5.00 <sup>(4)</sup>
Increase (decrease) from operations:			
Total revenue	<b>0.01</b>	0.17	0.19
Total expenses	<b>(0.08)</b>	(0.17)	(0.16)
Realized gains (losses) for the period	<b>0.02</b>	0.07	0.06
Unrealized gains (losses) for the period	<b>0.08</b>	0.16	0.21
<b>Total increase (decrease) from operations <sup>(2)</sup></b>	<b>0.03</b>	0.23	0.30
<b>Distributions<sup>(3)</sup>:</b>			
From income	<b>(0.12)</b>	-	-
From return of capital	-	(0.24)	(0.22)
<b>Total distributions</b>	<b>(0.12)</b>	(0.24)	(0.22)
<b>Net Assets Attributable to Holders of Redeemable Units, end of period</b>	<b>5.10</b>	5.21	5.21
<b>Series F</b>	<b>Mar-16<sup>(5)</sup></b>	<b>Sep-15</b>	<b>Sep-14</b>
<b>Net Assets Attributable to Holders of Redeemable Units, beginning of period</b>	<b>5.32</b>	5.26	5.00 <sup>(4)</sup>
Increase (decrease) from operations:			
Total revenue	-	0.18	0.18
Total expenses	<b>(0.06)</b>	(0.11)	(0.10)
Realized gains (losses) for the period	<b>0.03</b>	0.07	0.07
Unrealized gains (losses) for the period	<b>0.02</b>	(0.23)	0.08
<b>Total increase (decrease) from operations <sup>(2)</sup></b>	<b>(0.01)</b>	(0.09)	0.23
<b>Distributions<sup>(3)</sup>:</b>			
From income	<b>(0.12)</b>	-	-
From return of capital	-	(0.24)	(0.22)
<b>Total distributions</b>	<b>(0.12)</b>	(0.24)	(0.22)
<b>Net Assets Attributable to Holders of Redeemable Units, end of period</b>	<b>5.23</b>	5.32	5.26

(1) This information is derived from the Fund's audited annual financial statements and unaudited interim financial report, with the exception of 2014 information, which was re-stated in accordance with IFRS requirements. The Net Assets Attributable to Holders of Redeemable Units per unit presented in the financial statements may differ from the Net Asset Value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to the financial statements. This table is not intended to be a reconciliation of opening and closing Net Assets Attributable to Holders of Redeemable Units per unit.

(2) Net assets Attributable to Holders of Redeemable Units 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 units outstanding over the financial period.

(3) Distributions were paid in cash/reinvested in additional units of the Fund, or both.

(4) The inception date for Series A and Series F is October 4, 2013 with a price of \$5.00.

(5) For the six-month period ended March 31, 2016.

**Financial Highlights (Cont'd)**

**Ratios and Supplemental Data**

<b>Series A</b>	<b>Mar-16<sup>(6)</sup></b>	<b>Sep-15</b>	<b>Sep-14<sup>(5)</sup></b>
Net Asset Value (\$) (000's) <sup>(1)</sup>	<b>9,296</b>	9,408	9,624
Net Asset Value per unit (\$) <sup>(1)</sup>	<b>5.10</b>	5.21	5.21
Number of units outstanding (000's) <sup>(1)</sup>	<b>1,822</b>	1,807	1,846
Management expense ratio (%) <sup>(2)</sup>	<b>3.98</b>	3.94	3.93
Management expense ratio before waivers or absorptions (%) <sup>(2)</sup>	<b>4.50</b>	4.89	4.84
Portfolio turnover rate (%) <sup>(3)</sup>	<b>3.70</b>	13.20	29.20
Trading expense ratio (%) <sup>(4)</sup>	<b>0.20</b>	0.09	0.14
<b>Series F</b>	<b>Mar-16<sup>(6)</sup></b>	<b>Sep-15</b>	<b>Sep-14<sup>(5)</sup></b>
Net Asset Value (\$) (000's) <sup>(1)</sup>	<b>1,832</b>	1,469	486
Net Asset Value per unit (\$) <sup>(1)</sup>	<b>5.23</b>	5.32	5.26
Number of units outstanding (000's) <sup>(1)</sup>	<b>350</b>	276	92
Management expense ratio (%) <sup>(2)</sup>	<b>2.94</b>	2.91	2.87
Management expense ratio before waivers or absorptions (%) <sup>(2)</sup>	<b>3.45</b>	3.86	3.84
Portfolio turnover rate (%) <sup>(3)</sup>	<b>3.70</b>	13.20	29.20
Trading expense ratio (%) <sup>(4)</sup>	<b>0.20</b>	0.09	0.14

(1) This information is provided at March 31 or September 30, as applicable.

(2) Management expense ratio is based on total expenses for the stated year and is expressed as an annualized percentage of daily average Net Asset Value during the year. In the year a series is established or reinstated, the management expense ratio is annualized from the date of inception or reinstatement.

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

(4) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average Net Asset Value during the period. There are trading costs associated with the underlying holdings.

(5) For the period from October 4, 2013 (date of inception of the Fund) to September 30, 2014.

(6) For the six-month period ended March 31, 2016.

**Management Fees**

For the six-month period ended March 31, 2016, Excel received \$125,695 (2015: \$124,648) in management fees for day-to-day management and administration services. The management fee for each series is calculated as a percentage of its Net Asset Value, as of the close of business on each business day. The Fund's management fees are to be used to pay the portfolio advisers for managing the investment portfolio, providing investment analysis and recommendations, making investment decisions, making brokerage arrangements for the purchase and sale of the investment portfolio. Excel also uses the management fees to fund commission payments and other dealer compensation (collectively "distribution-related costs") to registered dealers and brokers for units of the Fund bought and held by investors. Other services provided by Excel also include, but are not limited to, the preparation and filing of the prospectus and related documents, maintaining the accounting records, executing securities trades, monitoring compliance with regulatory requirements and the preparation of all written and printed materials for distribution to investors.

For the six-month period ended March 31, 2016, Excel absorbed operating expenses of \$Nil (2015: \$40,729). Excel may discontinue absorbing these expenses at any time without notice.

For the six-month period ended March 31, 2016, Excel received administration fees of \$11,517 (2015: \$4,656) relating to the operation of the Fund.

**Other Related Party Transactions**

Excel has created an Independent Review Committee ("IRC") to review and provide impartial judgment on, among other things, conflict of interest matters. The IRC reviews potential conflicts of interest referred to it by Excel and makes recommendations on whether a course of action achieves a fair and reasonable result for the Excel Funds. In addition, the IRC regularly reviews Excel's policies and procedures relating to conflicts of interest. The IRC prepares, at least annually, a report of its activities for investors, which is available at [www.excelfunds.com](http://www.excelfunds.com) and [www.sedar.com](http://www.sedar.com).

EICI is a wholly owned subsidiary of Asdhir Enterprises Inc., which also owns a majority of the voting shares of Excel.

**Fund Formation and Series Information**

Date of Formation: October 4, 2013

The Fund may issue an unlimited number of units of each series. The numbers of units of each series that have been issued and are outstanding are disclosed in the *Financial Highlights*.

Series Offered by Excel Funds Management Inc. (2810 Matheson Boulevard East, Suite 800, Mississauga, ON, L4W 4X7; 1-888-813-9813; www.excelfunds.com)

**Series A**

Units of Series A are offered for sale on a continuous basis and can be purchased by submitting a purchase order to your dealer or financial adviser. You may choose from three purchase options when purchasing Series A units of the Fund, namely the Initial Sales Charge Option, Deferred Sales Charge Option or Volume Sales Charge Option. The minimum initial investment in the Fund for the Initial Sales Charge or the Deferred Sales Charge option is \$250. The minimum initial investment in the Fund for the Volume Sales Charge is \$250.

Inception Date	Oct 4, 2013
Management Fees	2.15%
Sales Charges:	Up to 5.00%
Redemption Charges	Up to 5.75%
Redemption Charges Under Low Load Option:	Up to 2.50%

**Series I**

Series I units are designed for institutional investors and are sold pursuant to applicable prospectus exemption.

Inception Date:	n/a
Management Fees:	(2)
Sales Charges:	n/a
Redemption Charges	n/a
Redemption Charges Under Low Load Option:	n/a

**Series F**

Units are offered to investors enrolled in a dealer sponsored fee-for-service and who are subject to an asset based fee rather than commission on each transaction. Series F units are only available through dealers or financial planners who offer certain “wrap” or “fee-for-service” programs that have been approved by Excel. Your dealer or financial adviser must enter into an agreement with Excel before selling Series F units. The minimum initial investment for the F series is \$250.

Inception Date:	Oct 4, 2013
Management Fees:	1.15%
Sales Charges:	(1)
Redemption Charges	n/a
Redemption Charges Under Low Load Option:	n/a

**PM Series**

PM Series units are only available to an investor who meets certain minimum investment requirements for the initial investment, subsequent investment and ongoing balance in PM Series units of the Fund.

Inception Date:	n/a
Management Fees:	0.85%
Sales Charges:	n/a
Redemption Charges	n/a
Redemption Charges Under Low Load Option:	n/a

(1) There are no sales charges payable on Series F units, but Series F investors will generally be required to pay their dealer an advisory or asset-based fee in addition to the Series F management fee payable by the fund.  
 (2) The management fee on Series I is negotiable between the Institution and Excel Funds Management Inc.

**A Note on Forward-Looking Statements**

This report may contain forward-looking statements about the Fund, including its strategy, expected performance and condition. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as “expects”, “anticipates”, “intends”, “plans”, “believes”, “estimates” or negative versions thereof and similar expressions. In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors.

**A Note on Forward-Looking Statements (Cont'd)**

Forward-looking statements are not guarantees of future performance, actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors in North America and international, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events.

We stress that the above-mentioned list of important factors is not exhaustive. We encourage you to consider these and other factors carefully before making any investment decisions and we urge you to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise.

**Statements of Financial Position**

As at March 31, 2016 (unaudited) and September 30, 2015 (audited)  
(In Canadian Dollars)

2016

2015

**Assets:**

**Current assets**

Financial assets at fair value through profit or loss*	\$	10,921,110	\$	10,721,976
Cash		288,769		232,976
Subscriptions receivable		17,918		4,250
<b>Total Assets</b>		<b>11,227,797</b>		<b>10,959,202</b>

**Liabilities:**

**Current liabilities**

Accrued expenses		46,921		46,517
Management fees payable		21,028		20,898
Redemptions payable		16,218		-
Distributions payable		14,928		15,713
<b>Total Liabilities</b>		<b>99,095</b>		<b>83,128</b>

<b>Net Assets Attributable to Holders of Redeemable Units</b>	\$	<b>11,128,702</b>	\$	<b>10,876,074</b>
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**Net Assets Attributable to Holders of Redeemable Units**

Series A	\$	9,296,584	\$	9,407,555
Series F	\$	1,832,118	\$	1,468,519

**Number of Units Outstanding (Note 7)**

Series A		1,821,725		1,806,663
Series F		350,209		276,214

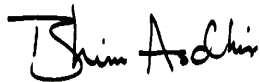
**Net Assets Attributable to Holders of Redeemable Units per Unit (Note 13)**

Series A	\$	5.10	\$	5.21
Series F	\$	5.23	\$	5.32

* Investments, at Average Cost	\$	10,185,752	\$	10,147,598
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*The accompanying notes to financial statements are an integral part of these financial statements.*

Approved by the Board of Directors of the Fund Manager:



Bhim D. Asdhir, Director



Glenn W. Cooper, Director

**Statements of Comprehensive Income (Unaudited)**

For the six months ended March 31  
(In Canadian Dollars)

	2016	2015
<b>Income:</b>		
Distribution income from investments	\$ 12,490	\$ 163,386
Interest income for distribution purposes	874	103
<b>Other changes in fair value of investments and derivatives:</b>		
Net realized gain on non-derivative financial assets	54,907	90,959
Change in unrealized appreciation of non-derivative financial assets	153,736	947,076
Net (loss) gain on foreign exchange	(1,724)	1,305
<b>Total Income</b>	<b>220,283</b>	<b>1,202,829</b>
<b>Expenses (Note 10):</b>		
Management fees	125,695	124,648
Administration costs	33,796	50,526
Audit fees	5,740	5,755
Legal fees	2,863	2,257
Securityholder reporting costs	1,216	1,222
Independent Review Committee	358	120
Trustee fees	245	295
<b>Total Expenses before Absorption by Manager</b>	<b>169,913</b>	<b>184,823</b>
<b>Less: Expenses Absorbed by Manager (Note 10)</b>	<b>-</b>	<b>(40,729)</b>
<b>Net Expenses after Absorption by Manager</b>	<b>169,913</b>	<b>144,094</b>
<b>Increase in Net Assets Attributable to Holders of Redeemable Units</b>		
	<b>\$ 50,370</b>	<b>\$ 1,058,735</b>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units</b>		
Series A	\$ 54,989	\$ 999,504
Series F	\$ (4,619)	\$ 59,231
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit</b>		
Series A	\$ 0.03	\$ 0.55
Series F	\$ (0.01)	\$ 0.48

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

**Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (Unaudited)**

For the six months ended March 31, 2016

(In Canadian Dollars)

	Series A	Series F	Total
<b>Net Assets Attributable to Holders of Redeemable Units at Beginning of Period</b>	<b>\$ 9,407,555</b>	<b>\$ 1,468,519</b>	<b>\$ 10,876,074</b>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units</b>	<b>54,989</b>	<b>(4,619)</b>	<b>50,370</b>
<b>Redeemable Unit Transactions:</b>			
Proceeds from redeemable units issued	2,155,803	669,469	2,825,272
Reinvestments of distributions to holders of redeemable units	133,777	36,208	169,985
Amounts paid on redemption of redeemable units	(2,241,036)	(293,528)	(2,534,564)
<b>Net Increase from Redeemable Unit Transactions</b>	<b>48,544</b>	<b>412,149</b>	<b>460,693</b>
<b>Distributions to Holders of Redeemable Units</b>			
Net investment income	(214,504)	(43,931)	(258,435)
Return of capital	-	-	-
	<b>(214,504)</b>	<b>(43,931)</b>	<b>(258,435)</b>
<b>Net (Decrease) Increase in Net Assets Attributable to Holders of Redeemable Units</b>	<b>(110,971)</b>	<b>363,599</b>	<b>252,628</b>
<b>Net Assets Attributable to Holders of Redeemable Units at End of Period</b>	<b>\$ 9,296,584</b>	<b>\$ 1,832,118</b>	<b>\$ 11,128,702</b>

**Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (Unaudited)**

For the six months ended March 31, 2015

(In Canadian Dollars)

	Series A	Series F	Total
<b>Net Assets Attributable to Holders of Redeemable Units at Beginning of Period</b>	<b>\$ 9,623,801</b>	<b>\$ 485,581</b>	<b>\$ 10,109,382</b>
<b>Increase in Net Assets Attributable to Holders of Redeemable Units</b>	<b>999,504</b>	<b>59,231</b>	<b>1,058,735</b>
<b>Redeemable Unit Transactions:</b>			
Proceeds from redeemable units issued	982,484	668,536	1,651,020
Reinvestments of distributions to holders of redeemable units	129,634	12,467	142,101
Amounts paid on redemption of redeemable units	(1,475,771)	(11,254)	(1,487,025)
<b>Net (Decrease) Increase from Redeemable Unit Transactions</b>	<b>(363,653)</b>	<b>669,749</b>	<b>306,096</b>
<b>Distributions to Holders of Redeemable Units</b>			
Net investment income	-	-	-
Return of capital	(218,721)	(16,667)	(235,388)
	<b>(218,721)</b>	<b>(16,667)</b>	<b>(235,388)</b>
<b>Net Increase in Net Assets Attributable to Holders of Redeemable Units</b>	<b>417,130</b>	<b>712,313</b>	<b>1,129,443</b>
<b>Net Assets Attributable to Holders of Redeemable Units at End of Period</b>	<b>\$ 10,040,931</b>	<b>\$ 1,197,894</b>	<b>\$ 11,238,825</b>

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



**Statements of Cash Flows (Unaudited)**

For the six months ended March 31

(In Canadian Dollars)

	2016	2015
<b>Cash Flow from Operating Activities</b>		
Increase in Net Assets Attributable to Holders of Redeemable Units	\$ 50,370	\$ 1,058,735
Adjustments for:		
Net loss (gain) on foreign exchange	1,724	(1,305)
Net realized gain on non-derivative financial assets	(54,907)	(90,959)
Change in unrealized appreciation of non-derivative financial assets	(153,736)	(947,076)
Decrease in distributions receivable	-	26,526
(Decrease) increase in accrued expenses and other liabilities	534	7,775
Purchase of Investments	(390,001)	(1,001,527)
Proceeds from sales of Investments	412,000	885,000
Distribution income from investments	(12,490)	(163,386)
<b>Net Cash used in Operating Activities</b>	<b>(146,506)</b>	<b>(226,217)</b>
<b>Cash Flows from Financing Activities</b>		
Proceeds from redeemable units issued	2,811,604	1,623,577
Amounts paid on redemption of redeemable units	(2,518,346)	(1,349,314)
Distributions to holders of redeemable units, net of reinvested distributions	(89,235)	(90,606)
<b>Net Cash generated by Financing Activities</b>	<b>204,023</b>	<b>183,657</b>
Net (loss) gain on foreign exchange	(1,724)	1,305
Net increase (decrease) in cash	57,517	(42,560)
Cash at beginning of period	232,976	183,806
<b>Cash at End of Period</b>	<b>\$ 288,769</b>	<b>\$ 142,551</b>
Cash and cash equivalents comprise:		
Cash at bank	\$ 288,769	\$ 142,551
	<b>\$ 288,769</b>	<b>\$ 142,551</b>

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

EXCEL  
**BLUE CHIP BALANCED FUND**

**Schedule of Investment Portfolio (Unaudited)**

As at March 31, 2016

(In Canadian Dollars)

Description	Country	Number of Units	Average Cost \$	Fair Value \$
<b>Mutual Funds (98.1%)</b>				
Excel High Income Fund "I" Series	Canada	744,805	3,904,283	4,065,740
Excel Emerging Markets Fund "I" Series	Canada	602,596	3,249,918	3,582,615
Excel Blue Chip Equity Fund "I" Series	Canada	535,403	3,031,551	3,272,755
			<b>10,185,752</b>	<b>10,921,110</b>
<b>Total Investments (98.1%)</b>			<b>\$ 10,185,752</b>	<b>\$ 10,921,110</b>
<b>Other Net Assets (1.9%)</b>				<b>207,592</b>
<b>Net Assets Attributable to Holders of Redeemable Units (100.0%)</b>			<b>\$ 11,128,702</b>	<b>\$ 11,128,702</b>

## 1. Formation and Structure of the Fund

Excel Blue Chip Balanced Fund (the “Fund”) is an open-end unit trust created under the laws of the Province of Ontario. The address of the Fund’s registered office is 2810 Matheson Blvd., East, Suite 800, Mississauga, ON, L4W 4X7. The Fund commenced operations on October 4, 2013.

The investment objective of the Fund is to provide current income and long-term capital appreciation by investing primarily in a diversified mix of equity and income mutual funds which are predominantly emerging markets in nature.

Excel Funds Management Inc. (“Excel” or the “Manager”) is the manager, trustee and promoter of the Fund.

Excel has retained Excel Investment Counsel Inc. (“EICI” or the “Portfolio Adviser”) to act as the portfolio adviser of the Fund. EICI is a wholly owned subsidiary of Asdhir Enterprises Inc. (“Asdhir”), which also owns a majority of the voting shares of Excel. Asdhir is controlled by a shareholder of Excel.

## 2. Basis of Presentation

These financial statements have been prepared in compliance with International Financial Reporting Standards (“IFRS”) as published by the International Accounting Standards Board (“IASB”) and as required by Canadian securities legislation and the Canadian Accounting Standards Board.

## 3. Summary of Significant Accounting Policies

### a) Financial Instruments

The Fund’s financial instruments may include, mutual funds, equities (collectively referred to as “investments”), futures contracts, cash, distribution receivable/payable, subscriptions receivable, receivable for investments sold, accrued expenses, management fees payable, payable for investments purchased and redemptions payable. The Fund recognizes financial instruments at fair value upon initial recognition, plus transaction costs in the case of financial instruments measured at amortized cost. Regular way purchases and sales of financial assets are recognized at their trade date. The Fund’s investments and derivative assets and liabilities are measured at fair value through profit or loss (“FVTPL”). The Fund’s obligation for Net Assets Attributable to Holders of Redeemable Units is presented at redemption amount. All other financial assets and liabilities are measured at amortized costs. Under this method, financial assets and liabilities reflect the amount required to be received or paid, discounted, when appropriate, at the contract’s effective interest rate.

The Fund only offsets financial assets and financial liabilities if the Fund has a legally enforceable right to offset recognized amounts and either intends to settle on a net basis or to realize the asset and settle the liability simultaneously.

### b) Redeemable Units and Net Assets Attributable to Holders of Redeemable Units

The Fund has two series of redeemable units in issue: Series A and Series F. Both series rank pari passu in all material respects and have the same terms and conditions other than the management fee rate (disclosed in Note 10).

The Fund may issue an unlimited number of units of each series. The number of units issued and redeemed is disclosed in Note 7.

- Series A units are available to retail investors who initially invest a minimum of \$250.
- Series F units are available to any investor investing and maintaining, in aggregate, a minimum of \$250 in one or more Excel funds, who are enrolled in a dealer sponsored “fee-for-service” or “wrap” program and who are subject to an asset-based fee (rather than paying commissions on transactions) payable to their dealer for the dealer’s on-going financial planning and advice.

Series	Inception Date	Sales Charges	Redemption Charges	Redemption Charges Under Low-Load Option
Series A	October 4, 2013	Up to 5.00%	Up to 5.75%	Up to 2.50%
Series F	October 4, 2013	(i)	n/a	n/a
(i)	There are no sales charges payable on Series F units, but Series F investors will generally be required to pay their dealer an advisory or asset-based fee in addition to the Series F management fee payable by the Fund.			

### 3. Summary of Significant Accounting Policies (Cont'd)

#### b) Redeemable Units and Net Assets Attributable to Holders of Redeemable Units (Cont'd)

Redeemable units of each series can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's NAV attributable to the unit class.

Redeemable units of each series of the Fund are issued and redeemed based on the NAV per unit of each series which is determined as of the close of business on each day that the Toronto Stock Exchange is open for trading. The NAV per unit is calculated by dividing the net assets per series calculated in accordance with the Fund's Master Declaration of Trust, by the total number of outstanding units of each series.

Unitholders are entitled to distributions when declared. Distributions on units of the Fund are reinvested in additional units of the Fund or at the option of the unitholder, paid in cash. The Fund's capital is managed in accordance with the Fund's investment objectives, policies and restrictions, as outlined in the Fund's simplified prospectus. The Fund has no specific restrictions or specific capital requirements on the subscriptions or redemptions of units, other than minimum subscription requirements.

#### *Classification of Redeemable Units Issued by the Fund*

The Fund's units do not meet the criteria in IAS 32, Financial Instruments: Presentation ("IAS 32"), for classification as equity and therefore, have been classified as financial liabilities. The Fund's outstanding units include a contractual obligation to distribute any net income and net realized capital gains annually, therefore the ongoing redemption feature is not the unit's only contractual obligation. In addition, the Fund has multiple features across the different series of the Fund. Consequently, the Fund's outstanding redeemable units are classified as financial liabilities in accordance with the requirements of IAS 32.

#### c) Financial Instruments by Category

The Fund classifies its investments at FVTPL. This category has two sub-categories: financial assets and liabilities held for trading and those designated at FVTPL at inception.

A financial asset or liability is classified as held for trading if it is acquired or incurred principally for the purpose of selling or repurchasing in the near term or if on initial recognition is part of a portfolio of identifiable financial instruments that are managed together and which there is evidence of a recent actual pattern of short-term profit taking.

Financial assets and financial liabilities designated at FVTPL at inception are financial instruments that are not classified as held for trading but are managed, and their performance is evaluated on a fair value basis in accordance with the Fund's investment strategy. The Fund's derivative financial instruments are classified as held for trading. All other investments are designated at FVTPL at inception. All other financial assets are classified as loans and receivables. Net Assets Attributable to Holders of Redeemable Units are classified as liabilities and carried at the redemption amount and all other financial liabilities are classified as "other financial liabilities".

### 3. Summary of Significant Accounting Policies (Cont'd)

#### d) 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 derivatives and 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 fair value of financial assets and liabilities as at the financial reporting period end date are determined as follows:

- i) Investments in underlying funds are valued based on the NAV per unit of the underlying funds at the end of each valuation date.
- ii) Equities are valued at the closing market price recorded by the security exchange on which the security is principally traded.
- iii) Short-term debt instruments are carried at amortized cost which generally approximates fair value.
- iv) Open forward currency contracts are valued at the gain or loss that would arise as a result of closing the position on the valuation date. The gain or loss is based on the difference between the contract rate and the current market rates. The change in the value of forward contracts for the period is reflected in the Statements of Comprehensive Income as "Change in unrealized appreciation (depreciation) on derivative financial assets". Realized gains or losses on forward currency contracts would arise as a result of the closing of a position on the settlement date. The net realized gain or loss is reported as part of "Realized gains (losses) on derivative financial assets" in the Statements of Comprehensive Income.
- v) Financial assets and liabilities (other than investment securities), including cash, distribution receivable/payable, subscriptions receivable, receivable for investments sold, accrued expenses, management fees payable, payable for investments purchased and redemptions payable are valued at cost or amortized cost. These balances are short-term in nature; therefore, their carrying values approximate fair values.

#### e) Investment Transactions and Income recognition

Investment transactions are accounted for on a trade date basis. Transaction costs directly attributable to the acquisition or disposal of an investment are expensed and are included in "Transaction costs" in the Statements of Comprehensive Income. The investment cost of a security represents the amount paid and is determined on an average cost basis excluding transaction costs.

Realized gains and losses on the sale of investments and change in unrealized appreciation (depreciation) of investments are determined on an average cost basis. Interest income for distribution purposes is recognized on an accrual basis based on the coupon rate. The interest income for distribution purposes is the tax basis of calculating the interest received subject to tax. Dividend income is recognized at the ex-dividend date.

Income from investments in underlying mutual funds are recorded when distributions or entitlements to income are made. Distributions from underlying mutual funds on account of realized gains are included in net realized gains on non-derivative assets.

Income, net realized and unrealized gains (losses) are allocated among the series on a pro rata basis.

#### f) Cash and Cash Equivalents

Cash and cash equivalents is comprised of cash on deposit and short-term debt instruments with terms to maturity of less than 90 days, as applicable.

#### g) Functional Currency and Foreign Exchange Translation

The functional currency of the Fund is the Canadian dollar. Any other currency other than functional currency represents foreign currency to the Fund.

Foreign currency amounts are translated into Canadian dollars as follows: fair value of investments, forward currency contracts and other financial assets and liabilities, at the closing rate of exchange on each business day; income and expenses, and purchases, sales and settlements of investments, at the rate of exchange prevailing on the respective dates of such transactions.

### 3. Summary of Significant Accounting Policies (Cont'd)

#### h) Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units Per Unit

"Increase (decrease) in Net Assets Attributable to Holders of Redeemable Units per unit" is disclosed in the Statements of Comprehensive Income and represents, for each series of units, the increase or decrease in Net Assets Attributable to Holders of Redeemable Units from operations for the period attributable to each series divided by the weighted average number of units outstanding for the corresponding series during the period.

#### i) Future Accounting Changes

The following standard has been issued by the International Accounting Standards Board ("IASB") and has not been adopted by the Fund since it is not yet effective.

The IASB issued IFRS 9 which replaces IAS 39, the current standard for accounting for financial instruments. The standard covers:

- Classification and measurement: requires that financial assets be classified at either amortized cost or fair value on the basis of the entity's business model for managing the financial assets and the contractual cash flow characteristic of the financial assets.
- Impairment methodology: replaces the current incurred loss model for impairment of financial assets with an expected loss model.
- Hedge accounting: replaces the current rule-based hedge accounting requirements in IAS 39 with guidance that more closely aligns the accounting with an entity's risk management activities.

The Standard is effective for annual periods beginning on or after January 1, 2018 with early adoption permitted. Management is currently assessing the impact of the standard on the financial statements of the Fund.

In December 2014, Disclosure Initiative was issued, which amends IAS 1 Presentation of Financial Statements. The amendments are designed to encourage entities to use professional judgement to determine what information to disclose in the financial statements and accompanying notes by clarifying the guidance on materiality, presentation, and note structure. These amendments are effective for annual periods beginning on or after January 1, 2016. The Manager is currently assessing the impact of these amendments on the financial statements of the Fund.

### 4. Significant Accounting Judgments, Estimates and Assumptions

The preparation of financial statements requires management to use judgment in applying its accounting policies and to make estimates and assumptions about the future. These estimates are made based on information available as at the date of issuance of the financial statements. Actual results could materially differ from those estimates.

#### Use of Estimates

*Fair value measurement of derivatives and securities not quoted in an active market*

The Fund may hold financial instruments that are not quoted in active markets, including derivatives. 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 makers. Broker quotes as obtained from the pricing sources may be indicative and not executable or binding. Where no market data is available, the Fund may value positions using its own models, which are usually based on valuation methods and techniques generally recognized as standard within the industry. The models used to determine fair values are validated and periodically reviewed by experienced personnel of the Manager, independent of the party that created them.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require the Manager to make estimates. Changes in assumptions about these factors could affect the reported fair values of financial instruments. The Fund considers observable data to be market data that is readily available, regularly distributed and updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. Refer to Note 3 for further information about the fair value measurement of the Fund's financial instruments.

**4. Significant Accounting Judgments, Estimates and Assumptions (Cont'd)**

**Use of Judgments**

*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 significant judgments about whether or not the business of the Fund is to invest on a total return basis for the purpose of applying the fair value option for the financial assets under IAS 39, Financial Instruments – Recognition and Measurement. The most significant judgment made includes the determination that certain investments are held-for-trading and that the fair value option can be applied to those which are not.

*Investment entity*

In determining whether the Fund is an investment entity, Excel may be required to make significant judgments about whether the Fund has the typical characteristics of an investment entity. Consistent with the investment entity definition, the Fund primarily obtains funds from one or more investors for the purpose of providing investment management services, commits to its investors that the business purpose is to invest the funds solely for returns from capital appreciation, investment income or both, and measures and evaluates the performance of its investments on a fair value basis.

*Functional currency*

Management considers various economic indicators and other factors when determining the functional currency. Despite investments and related income being primarily in foreign currencies, management has determined that the Canadian dollar is the functional currency as the Fund incurs majority of its expenses, measures its performance and issues and redeems units in Canadian dollars.

**5. Fair Value Disclosure**

The Fund classifies fair value measurements 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 tables below summarize the fair value of the Fund's financial instruments as at March 31, 2016 and September 30, 2015 using the following fair value hierarchy:

- Level 1 Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that are accessible at the measurement date.
- 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 and where there is little, if any, market activity. Inputs into the determination of fair value require significant management judgment or estimation.

As at March 31, 2016:

Description	Level 1	Level 2	Level 3	Total
Mutual Funds	\$10,921,110	\$ -	\$ -	\$10,921,110

As at September 30, 2015:

Description	Level 1	Level 2	Level 3	Total
Mutual Funds	\$10,721,976	\$ -	\$ -	\$10,721,976

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.

The Fund's investments in other Excel funds are classified as Level 1. These investments are valued at the NAV per unit of the funds as these values reflect actual and regularly occurring market transactions on an arm's-length basis.

**5. Fair Value Disclosure (Cont'd)**

The Fund applies judgment in determining unobservable inputs to calculate the fair value of Level 3 financial instruments. As at March 31, 2016, the Fund did not hold any Level 3 securities (September 30, 2015: \$Nil). The unobservable inputs used in the valuation of these financial instruments primarily include key variables, current market conditions and recent financings by the company, if any. These securities are affected by market activity in their relevant sectors and therefore generally fluctuated similarly.

The Fund's policy is to recognize transfers in and out of the fair value hierarchy levels as at the end of the reporting period for transfers between Levels 1 and 2 and as at the date of the transfer for transfers in and out of Level 3. During the six-month period ended March 31, 2016 and the year ended September 30, 2015, there were no transfers between any of the fair value levels.

All fair value measurements above are recurring. The carrying values of cash, distribution receivable/payable, subscriptions receivable, receivable for investments sold, accrued expenses, management fees payable, payable for investments purchased, redemptions payable and the Fund's obligation for Net Assets Attributable to Holders of Redeemable Units approximate their fair values due to their short-term nature.

**6. Financial Risk Management**

The Fund primarily holds Series I units of the Excel Blue Chip Equity Fund, Excel High Income Fund and Excel Emerging Markets Fund (collectively the "Underlying Funds") and is exposed to various types of risks that are associated with the investment strategies and markets that the Underlying Funds invest in. The Fund did not engage in any derivative transactions during the six months ended March 31, 2016 and the year ended September 30, 2015. The most significant risks to the Fund are described below:

**Price Risk**

Price risk is the risk that changes in the prices of the Fund's investments and the Underlying Funds' investments will affect the Fund's income or the value of its financial instruments. Price risk is driven primarily by volatility in commodity and equity prices. Rising commodity and equity prices may increase the price of an investment while declining commodity and equity prices may have the opposite effect. The Fund and the Underlying Funds mitigate price risk by making investing decisions based upon various factors, including comprehensive fundamental analysis prepared by industry experts to forecast future commodity and equity price movements.

The Fund's and the Underlying Funds' market positions are monitored on a daily basis by the portfolio manager and regular financial reviews of publicly available information related to the investments are performed to ensure that any risks are within established levels of risk tolerance.

The impact on Net Assets Attributable to Holders of Redeemable Units of the Fund due to a 1% change in the benchmark, using historical correlation between the Fund's return as compared to the return of the Fund's benchmark, as at March 31, 2016 and September 30, 2015, with all other variables held constant, is included in the following table. Regression analysis has been utilized to estimate the historical correlation. The analysis uses 29 data points based on the monthly net returns of the Series A units of the Fund.

<b>Benchmark</b>	<b>Impact on Net Assets Attributable to Holders of Redeemable Units</b>	
	<b>March 31, 2016</b>	<b>September 30, 2015</b>
Blended benchmark comprised of:		
• 40% Morgan Stanley Capital International ("MSCI") World Index		
• 30% MSCI Emerging Markets Free ("EMF") Index		
• 15 % JP Morgan Global Bond Index (GBI) - Emerging Market (EM) Diversified Index		
• 15 % JP Morgan Emerging Market Bond Index (EMBI) Global Composite Index	<b>+ or - \$244,000</b>	+ or - \$120,000

Since the historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and differences could be material.



## 6. Financial Risk Management (Cont'd)

### Currency Risk

Currency risk is the risk that changes in the value of the Canadian dollar, in relation to foreign currencies, will affect the value of securities held by a mutual fund which are denominated in foreign currencies. If the Canadian dollar declines in value against the foreign currency, the value of an investment expressed in Canadian currency will increase. If the Canadian dollar increases in value against the foreign currency, the value of an investment expressed in Canadian currency will decrease.

The Fund is exposed to currency risk through the following financial instruments which also include exposure arising from the Underlying Funds. The tables below indicate the currencies to which the Fund had significant exposure, net of the impact of forward currency contracts based on the monetary and non-monetary assets of the Fund. The tables also illustrate the potential impact on the net assets attributable to holders of redeemable units if the Canadian dollar had strengthened or weakened by 1% in relation to each of the other currencies, with all other variable held constant.

Currency exposure as at March 31, 2016, expressed in Canadian dollars:

	Cash (\$)	Equities (\$)	Bonds (\$)	Forward Currency Contracts(\$)	Total(\$)	Impact if Canadian dollar had strengthened or weakened by 1% (\$)	% of Total Net Assets
US Dollar	138,918	3,085,347	1,683,419	142,528	5,050,212	50,502	45.4
Hong Kong Dollar	45,491	898,642	-	-	944,133	9,441	8.5
Turkish Lira	8,039	23,808	481,388	(43,250)	469,985	4,700	4.2
Indian Rupee	2,243	168,197	209,139	86,569	466,148	4,661	4.2
Mexican Peso	18,756	68,428	112,065	247,115	446,364	4,464	4.0
South Korean Won	-	438,765	67,066	(84,629)	421,202	4,212	3.8
British Pound	36,809	253,037	43,283	(6,985)	326,144	3,261	2.9
Colombian Peso	21	5,614	146,279	119,707	271,621	2,716	2.4
Malaysian Ringgit	-	-	17,514	242,818	260,332	2,603	2.3
Indonesian Rupiah	5	-	87,927	152,880	240,812	2,408	2.2
Philippine Peso	705	102,395	23,883	104,955	231,938	2,319	2.1
Hungarian Forint	-	-	226,075	2,244	228,319	2,283	2.1
Japanese Yen	1,403	205,451	-	-	206,854	2,069	1.9
Brazilian Real	5,890	79,084	152,559	(68,503)	169,030	1,690	1.5
Argentine Peso	-	-	155,437	-	155,437	1,554	1.4
Polish Zloty	97	-	18,495	131,511	150,103	1,501	1.3
Taiwan Dollar	97,243	38,114	-	(2,627)	132,730	1,327	1.2
South African Rand	656	132,951	-	(19,488)	114,119	1,141	1.0
Romanian Leu	-	-	-	99,566	99,566	996	0.9
Czech Koruna	1,316	-	89,034	-	90,350	904	0.8
Russian Ruble	-	-	-	87,408	87,408	874	0.8
Thailand Baht	2	-	-	80,932	80,934	809	0.7
Peruvian Nuevo Sol	286	51,263	-	-	51,549	515	0.5
Euro	6,564	377,471	276,966	(617,093)	43,908	439	0.4
Israeli Shekel	-	71,224	-	(72,448)	(1,224)	(12)	(0.0)
Chilean Peso	-	6,234	133,817	(143,371)	(3,320)	(33)	(0.0)
Singapore Dollar	267	-	-	(114,376)	(114,109)	(1,141)	(1.0)
Serbia Dinar	-	-	-	-	-	-	-
Chinese Yuan	-	-	-	-	-	-	-

6. Financial Risk Management (Cont'd)

**Currency Risk (Cont'd)**

Currency exposure as at September 30, 2015, expressed in Canadian dollars:

	Cash (\$)	Equities (\$)	Bonds (\$)	Forward Currency Contracts(\$)	Total(\$)	Impact if Canadian dollar had strengthened or weakened by 1% (\$)	% of Total Net Assets
US Dollar	641,560	3,260,193	1,324,577	574,110	5,800,440	58,004	53.3
Hong Kong Dollar	(9,186)	593,778	-	-	584,592	5,846	5.4
Turkish Lira	-	7,823	225,060	15,572	248,455	2,485	2.3
Indian Rupee	882	936	-	118,583	120,401	1,204	1.1
Mexican Peso	-	56,778	145,348	87,156	289,282	2,893	2.7
South Korean Won	-	492,639	-	(60,335)	432,304	4,323	4.0
British Pound	-	154,654	17,636	(7,347)	164,943	1,649	1.5
Colombian Peso	3	-	110,768	(65,956)	44,815	448	0.4
Malaysian Ringgit	5,247	20,879	28,972	143,636	198,734	1,987	1.8
Indonesian Rupiah	6,923	82,309	106,981	55,599	251,812	2,518	2.3
Philippine Peso	(16,264)	118,188	15,672	51,061	168,657	1,687	1.6
Hungarian Forint	-	-	246,782	(241,660)	5,122	51	0.0
Japanese Yen	-	121,545	-	-	121,545	1,215	1.1
Brazilian Real	1,955	10,666	122,155	2,209	136,985	1,370	1.3
Argentine Peso	-	-	-	-	-	-	-
Polish Zloty	-	-	151,387	46,225	197,612	1,976	1.8
Taiwan Dollar	-	191,160	-	(32,543)	158,617	1,586	1.5
South African Rand	-	195,615	245,712	(183,045)	258,282	2,583	2.4
Romanian Leu	-	6,978	83,840	(26,925)	63,893	639	0.6
Czech Koruna	1,187	-	-	-	1,187	12	0.0
Russian Ruble	2,224	-	94,912	101,175	198,311	1,983	1.8
Thailand Baht	-	39,986	58,624	24,718	123,328	1,233	1.1
Peruvian Nuevo Sol	-	-	21,605	-	21,605	216	0.2
Euro	1,800	378,887	416,038	(451,427)	345,298	3,453	3.2
Israeli Shekel	-	-	-	(64,137)	(64,137)	(641)	(0.6)
Chilean Peso	-	-	59,937	5,556	65,493	655	0.6
Singapore Dollar	-	25,961	-	(45,619)	(19,658)	(197)	(0.2)
Serbia Dinar	109,190	-	-	-	109,190	1,092	1.0
Chinese Yuan	-	-	-	(68,914)	(68,914)	(689)	(0.6)

**Liquidity Risk**

Liquidity is a measure of how quickly an investment can be sold for cash at a fair market price. Liquidity risk is defined as the risk that the Fund may not be able to settle or meet its obligations when due. The Fund is exposed to daily cash redemptions of redeemable units. The risk is minimal since the Fund's investments in the Underlying Funds are redeemable on demand and these funds invest the majority of their cash resources in investments that are traded on an active market and can be readily disposed. The Fund also retains significant cash and cash equivalent positions to maintain liquidity.

**Interest Rate Risk**

Interest rate risk arises on interest-bearing financial instruments held by the Underlying Funds. The Fund is exposed to the risk that changes in interest rates will affect the future cash flows or the fair values of interest-bearing financial instruments. The Fund's exposure to interest rate risk is concentrated in the Underlying Funds' investments in debt securities (such as bonds and debentures) and interest rate derivative instruments, if any. Short-term investments and other assets and liabilities are short-term in nature and/or non-interest bearing and are not subject to a significant amount of interest rate risk due to fluctuations in the prevailing levels of market interest rates.

**6. Financial Risk Management (Cont'd)**

**Interest Rate Risk (Cont'd)**

Based on the holdings of the Underlying Funds, the table below summarizes the Fund's exposure to interest rate risk through debt instruments by remaining term to maturity as at March 31, 2016 and September 30, 2015:

<b>Financial Instruments by Maturity Date</b>	<b>March 31, 2016</b>	<b>September 30, 2015</b>
Less than 1 year	\$ 73,012	\$ 45,561
1 to 5 years	786,029	746,467
More than 5 years	3,137,382	2,683,977
<b>Total</b>	<b>\$3,996,423</b>	<b>\$3,476,005</b>

Based on the above exposures as at March 31, 2016, if all prevailing interest rates across the yield curve rise or fall simultaneously by 1%, with all other variables held constant (including credit spreads, foreign exchange rates, and equity levels), Net Assets Attributable to Holders of Redeemable Units in the Fund would decrease or increase, respectively, by approximately \$269,000 or 2.4% (September 30, 2015: \$217,000 or 2.0%). In practice, the actual results may differ from this sensitivity analysis and the differences could be material.

**Concentration Risk**

The Fund is exposed to the possible risk inherent in the concentration of the investment portfolio held by the Underlying Funds in a small number of industries, investment sectors or geographical locations. The Managers of the Underlying Funds moderate this risk through careful selection of securities in several industries, investment sectors and geographical locations. The tables below summarize the Fund's concentration risk:

<b>Sector</b>	<b>As a % of Total Net Assets</b>	
	<b>March 31, 2016</b>	<b>September 30, 2015</b>
Foreign Government Bonds	28.6	26.6
Financial Services	10.6	11.5
Consumer Products	8.0	8.4
Foreign Corporate Bonds	7.3	5.5
Industrial & Manufacturing	6.2	6.4
Pharmaceuticals & Healthcare	5.2	6.5
Mutual Funds	4.8	3.2
Internet & E-Commerce	3.6	2.5
Information Technology	3.0	1.3
Oil & Gas	2.9	2.1
Electronics	2.4	3.6
Utilities & Energy	1.9	0.9
Automotive Services	1.9	2.6
Retail & Merchandising	1.0	1.7
Infrastructure & Development	0.8	0.4
Telecommunications	0.8	0.2
Advertising & Media	0.7	0.7
Real Estate & Property Management	0.7	1.8
Entertainment	0.6	0.3
Chemical Products	0.6	0.6
Commercial Services	0.5	-
Materials	0.3	0.1
Shipping & Transportation	0.2	0.6
Metals & Mining	-	0.5
Conglomerates	-	0.4
<b>Total</b>	<b>92.6</b>	<b>88.4</b>

**6. Financial Risk Management (Cont'd)**

**Concentration Risk (Cont'd)**

Geographical Location	As a % of Total Net Assets	
	March 31, 2016	September 30, 2015
United States	15.9	19.8
China	11.6	8.8
Canada	8.9	8.0
South Korea	5.9	6.3
Brazil	5.1	2.3
Mexico	5.0	2.7
Indonesia	3.8	3.5
Russia	3.4	2.2
India	3.4	4.7
Turkey	3.1	2.7
South Africa	2.9	5.0
United Kingdom	2.1	1.1
Japan	1.9	2.3
Colombia	1.8	1.0
Germany	1.7	2.0
Taiwan	1.7	2.4
Hungary	1.7	3.3
Philippines	1.5	1.2
Netherlands	1.5	1.0
Romania	1.3	1.3
Peru	1.3	-
Argentina	1.3	1.4
Switzerland	1.2	1.9
Poland	1.2	1.4
Malaysia	1.0	-
France	-	1.5
Thailand	-	1.0
Serbia	-	1.0
Others <sup>(1)</sup>	9.8	10.2
<b>Total</b>	<b>100.0</b>	<b>100.0</b>

<sup>(1)</sup> Others include regions which individually represent less than 1.0% of the total Net Assets.

**Credit Risk**

Credit risk represents the financial loss that the Fund would experience if a counterparty to a financial asset failed to meet its obligations to the Fund. The carrying amounts of financial assets represent the maximum credit exposure. All transactions executed by the Fund in listed securities are settled 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 only once the broker has received the securities. The trade will fail if either party fails to meet its obligations. There is no significant credit risk related to the Fund's receivables.

The Fund has established various internal controls to help mitigate credit risk, including prior approval of all investments by the adviser whose mandate includes conducting financial and other assessments of these investments on a regular basis. The Fund has also implemented policies which ensure that investments can only be made with counterparties that have a minimum acceptable credit rating.

The Fund's credit risk is primarily attributable to the Underlying Funds' investments in debt instruments because the issuer of the instrument may be unable to make interest payments or repay the principal amount on maturity. The concentration of credit risk of investments in debt instruments is minimal since the Underlying Funds invest in a variety of debt instruments issued by numerous issuers. Credit risk also includes the risk that an issuer's debt securities may be given a lowered credit rating which would increase the volatility of its price. Changes in the credit rating of a bond can also affect its liquidity and make it more difficult to sell.

**6. Financial Risk Management (Cont'd)**

**Credit Risk (Cont'd)**

As at March 31, 2016 and September 30, 2015, based on the holdings of the Underlying Funds, the Fund was exposed to debt securities with the following credit ratings:

Debt Instrument by Credit Ratings*	% of Total Net Assets	
	March 31, 2016	September 30, 2015
BB	5.9	1.0
BBB+	5.1	3.2
BB+	4.7	8.1
BBB	3.8	3.9
BBB-	2.6	3.8
Baa3	2.1	1.8
A-	2.1	0.8
A	1.8	2.8
NR <sup>(1)</sup>	1.8	0.7
B-	1.6	0.7
B+	1.0	0.8
Baa2	0.8	0.7
Ba1	0.8	-
CCC	0.4	0.5
Ba3	0.4	0.4
B	0.4	0.4
A3	0.4	0.3
BB-	0.4	0.1
Ba2	0.2	0.1
B1	0.1	0.5
Caa1	0.1	0.1
CCC-	-	1.3
AA	-	0.6

\* Credit ratings from Standard & Poor's, Moody's & Fitch.

<sup>(1)</sup>Not Rated

**7. Redeemable Units**

Each unitholder in the Fund acquires units that represent an undivided interest in the Net Assets Attributable to Holders of Redeemable Units of the Fund. All units of the same series have equal rights and privileges. Each unit is entitled to one vote at any meeting of unitholders and to equal participation in any distributions made by the Fund. Fractional units are proportionately entitled to these rights. All units are fully paid when issued and are not transferable. Units are redeemable at the option of the unitholder. The number of units, which may be issued, is unlimited. The units of the Fund are issued and redeemed at the NAV per unit, which is determined daily.

The NAV for each series of units of the Fund is calculated based on the fair value of that series' proportionate share of the assets of the Fund, less any liabilities of the Fund allocated to that series of units, divided by the total number of units of that series held by Fund investors.

Changes in issued mutual fund units of the Fund are summarized as follows:

During the six-month period ended March 31, 2016:

	Units Outstanding at Beginning of Period	Units Issued	Units Redeemed	Net Increase (Decrease)	Units Outstanding at End of Period
Series A	1,806,663	354,642	(339,580)	15,062	1,821,725
Series F	276,214	125,273	(51,278)	73,995	350,209

During the six-month period ended March 31, 2015:

	Units Outstanding at Beginning of Period	Units Issued	Units Redeemed	Net Increase (Decrease)	Units Outstanding at End of Period
Series A	1,846,362	204,815	(269,278)	(64,463)	1,781,899
Series F	92,339	119,146	(1,978)	117,168	209,507

**7. Redeemable Units (Cont'd)**

The average number of Series A units outstanding during the six-month period ended March 31, 2016 was 1,780,311 (2015: 1,831,703) and the average number of Series F units outstanding during the six-month period ended March 31, 2016 was 362,600 (2015: 123,318). These numbers were used to calculate the respective increase (decrease) in Net Assets Attributable to Holders of Redeemable Units per unit.

**8. Underlying Mutual Fund Ownership Interest (%)**

The table below summarizes the Fund's ownership interest as a percentage of the underlying mutual funds' net assets as at:

	<b>March 31, 2016</b>	September 30, 2015
Excel Blue Chip Equity Fund	<b>19.7</b>	17.5
Excel Emerging Markets Fund	<b>14.4</b>	25.1
Excel High Income Fund	<b>2.8</b>	2.5

**9. Capital Management**

The capital of the Fund is represented by the Net Assets Attributable to Holders of Redeemable Units. The amount of Net Assets Attributable to Holders of Redeemable Units can change significantly on a daily basis, as the Fund is subject to daily subscriptions and redemptions at the discretion of unitholders, as well as changes resulting from the Fund's performance. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns for unitholders, provide benefits for other stakeholders and maintain a strong capital base to support the development of the investment activities of the Fund.

In order to maintain the capital structure, the Fund's policy is to monitor the level of daily subscriptions and redemptions relative to the assets it expects to be able to liquidate within 3 days and adjust the amount of distributions the Fund pays to redeemable unitholders.

The Fund Manager monitors capital on the basis of the value of Net Assets Attributable to Holders of Redeemable Units.

**10. Management Fees and Operating Expenses**

**a) Management Fees**

Excel, as manager of the Fund, is responsible for the day-to-day management of the Fund activities including, but not limited to, managing the overall business and operations of the Fund, retaining portfolio advisers, filing of the prospectus and related documents, maintaining the accounting records, executing securities trades, monitoring compliance with regulatory requirements, the preparation of all written and printed materials for distribution to investors and determining policies relating to the distribution of units. For its services Excel is paid a management fee calculated on each series of units as a percentage of the NAV of the series, as of the close of business on each business day as disclosed below:

	<b>Management Fees</b>
Series A	2.15%
Series F	1.15%

**b) Operating Expenses**

The Fund pays its own operating expenses and all applicable taxes. Fees paid to the third party administrator for fund accounting and transfer agency services are recorded in administration expenses. Other operating expenses include the brokerage commissions and fees on portfolio transactions, interest expense, taxes (if any), custodial fees, audit and legal fees, insurance, registrar's fees, distribution costs, the cost of reporting to unitholders (including proxy solicitation material), the cost of qualifying and maintaining the qualification for sale of units of the Fund and all other expenses incurred in the ordinary course of operation of the Fund.

For the the six-month period ended March 31, 2016, Excel did absorb \$Nil (2015: \$40,729) operating expenses. Excel may discontinue absorbing these expenses at any time without notice.

For the the six-month period ended March 31, 2016, Excel received administration fees of \$11,517 (2015: \$4,656) relating to the operation of the Fund.

**11. Brokerage Commissions and Soft Dollars**

There were no brokerage commissions paid on portfolio transaction and no soft dollar transactions during the six-month periods ended March 31, 2016 and 2015 since the Fund invested only in other Excel mutual funds.

**12. Income Taxes and Distributions**

The Fund, qualifies as a "mutual fund trust" under the Income Tax Act (Canada) and, is not taxed on that portion of the taxable income, which is paid or allocated to unitholders. The tax year-end of the Fund is December 15. Income from foreign sources may be subject to foreign withholding tax. Income earned from the units and capital gains realized when units are redeemed or exchanged, may be subject to tax.

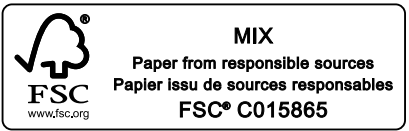
It is the policy of the Fund to distribute to unitholders on or before its taxation year-end, sufficient net income (including net realized capital gains) of the Fund which will result in the Fund paying no tax under Part I of the Income Tax Act (Canada). The Fund may make additional distributions from time to time throughout the year at Excel's discretion including distributions on account of reduced management fee arrangements with certain investors such as institutional investors.

The Fund has accumulated non-capital tax losses as at the end of its previous taxation year. These losses are available for utilization against net realized gains or net income for tax purposes in the future years. Capital losses may be carried forward indefinitely to reduce capital gains. Non-capital losses generated for the years beginning 2006 or later may be carried forward up to 20 taxation years. As at March 31, 2016, the Fund had no capital tax loss and the amount of non-capital losses are as follows:

<b>Non-Capital Losses expire in the taxation years ending December 15:</b>		
<b>2034</b>	<b>2035</b>	<b>Total</b>
<b>\$126,137</b>	<b>\$177,612</b>	<b>\$303,749</b>

**13. Net Assets Attributable to Holders of Redeemable Units and NAV**

In accordance with Section 3.6 (1) 5 of NI 81-106, the NAV per unit compared to the Net Assets Attributable to Holders of Redeemable Units per unit and an explanation of significant differences is required to be disclosed in the financial statements. Since the Fund invests primarily in other Excel Funds and these investments are valued at the NAV per unit of the Underlying Funds, there was no difference between NAV per unit compared to the Net Assets Attributable to Holders of Redeemable Units per unit as at March 31, 2016 and September 30, 2015.



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