

Financial Statements of

**EHP ADVANTAGE  
INTERNATIONAL FUND**

Year ended December 31, 2018



KPMG LLP  
Bay Adelaide Centre  
333 Bay Street, Suite 4600  
Toronto ON M5H 2S5  
Canada  
Tel 416-777-8500  
Fax 416-777-8818

## INDEPENDENT AUDITORS' REPORT

To the Unitholders of EHP Advantage International Fund

### ***Opinion***

We have audited the financial statements of EHP Advantage International Fund (the Fund), which comprise:

- the statement of financial position as at December 31, 2018
- the statement of comprehensive income (loss) for the year then ended
- the statement of changes in net assets attributable to holders of redeemable units for the year then ended
- the statement of cash flows for the year then ended
- and notes to the consolidated / non-consolidated / separate / combined financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at December 31, 2018, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

### ***Basis for Opinion***

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "***Auditors' Responsibilities for the Audit of the Financial Statements***" section of our auditors' report.

We are independent of the Fund in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



### ***Responsibilities of Management and Those Charged with Governance for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRS), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.



Page 3

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*KPMG LLP*

---

Chartered Professional Accountants, Licensed Public Accountants

Toronto, Canada

March 29, 2019

# EHP ADVANTAGE INTERNATIONAL FUND

## Statement of Financial Position

December 31, 2018, with comparative information for 2017

	2018	2017
<b>Assets</b>		
Cash	\$ 1,899,086	\$ 739,803
Financial assets at fair value through profit or loss (cost - \$19,286,297; 2017 - \$5,020,931) (note 4)	19,163,564	5,204,465
Receivable for investments sold (note 2)	152,919	-
Interest receivable	16,180	2,658
Dividends receivable	12,792	4,551
Organization cost receivable	2,558	3,245
	<u>21,247,099</u>	<u>5,954,722</u>
<b>Liabilities</b>		
Financial liabilities at fair value through profit and loss (proceeds - \$7,553,806; 2017 - \$1,529,822) (note 4)	6,820,033	1,576,099
Payable for investments purchased (note 2)	120,960	-
Management fees payable (note 6)	14,996	6,555
Performance fees payable (note 6)	-	10,267
Dividends payable	5,793	1,621
Interest payable	12,729	3,311
Accounts payable and accrued liabilities	37,521	1,547
	<u>7,012,032</u>	<u>1,599,400</u>
<b>Net assets attributable to holders of redeemable units (note 5)</b>	<b>\$ 14,235,067</b>	<b>\$ 4,355,322</b>
Net assets attributable to holders of redeemable units per class and series:		
Class A - Initial Series	\$ 365,695	\$ -
Class E - Initial Series	1,408,115	1,847,180
Class F - Initial Series	3,350,670	-
Class F - 2017 Series 10	-	1,041
Class F - 2017 Series 11	-	405,812
Class F - 2017 Series 12	-	251,449
Class F - 2018 Series 11	43,780	-
Class UF - Initial Series	2,643,923	-
Class UF - 2017 Series 12	-	63,409
Founder Class - Initial Series	6,422,884	-
Founder Class - 2017 Series 10	-	1,202,849
Founder Class - 2017 Series 11	-	482,707
Founder Class - 2017 Series 12	-	100,875
<b>Net assets attributable to holders of redeemable units (note 6)</b>	<b>\$ 14,235,067</b>	<b>\$ 4,355,322</b>

# EHP ADVANTAGE INTERNATIONAL FUND

Statement of Financial Position (continued)

December 31, 2018, with comparative information for 2017

	2018	2017
Net assets attributable to holders of redeemable units per unit:		
Class A - Initial Series	\$ 9.40	\$ —
Class E - Initial Series	10.46	10.56
Class F - Initial Series	10.10	—
Class F - 2017 Series 10	—	10.41
Class F - 2017 Series 11	—	10.15
Class F - 2017 Series 12	—	10.08
Class F - 2018 Series 11	9.82	—
Class UF - Initial Series	13.45	—
Class UF - 2017 Series 12	—	12.68
Founder Class - Initial Series	10.17	—
Founder Class - 2017 Series 10	—	10.46
Founder Class - 2017 Series 11	—	10.16
Founder Class - 2017 Series 12	—	10.09

See accompanying notes to financial statements.

Approved by Edgehill Partners, Investment Manager,  
on behalf of the Fund:

"Darryl DeMers" \_\_\_\_\_ Chief Financial Officer

# EHP ADVANTAGE INTERNATIONAL FUND

## Statement of Comprehensive Income (Loss)

Year ended December 31, 2018, with comparative information for the period from October 2, 2017 (commencement of operations) to December 31, 2017

	2018	2017
Income:		
Dividend	\$ 443,875	\$ 17,597
Interest for distribution purposes	141,294	6,710
Net foreign currency losses	(123,505)	(43,655)
Net gains on financial assets and liabilities at fair value through profit or loss:		
Net realized gains (losses) on financial assets and liabilities at fair value through profit or loss	(440,137)	102,914
Net change in unrealized gains on financial assets and liabilities at fair value through profit or loss	473,783	137,257
	<u>495,310</u>	<u>220,823</u>
Operating expenses:		
Interest and stock loan fees	180,703	11,203
Commissions and other portfolio transaction costs	167,574	21,106
Management fees (note 6)	148,168	6,555
Dividend expense on investments sold short	129,222	3,503
Performance fees (note 6)	79,650	10,267
Withholding taxes	65,018	2,656
Administration fees	51,616	13,750
Other fees	29,257	157
Audit fees	18,200	6,955
Legal fees	6,333	128
Organization cost	687	171
	<u>876,428</u>	<u>76,451</u>
Net comprehensive income (loss)	(381,118)	144,372
Expenses absorbed by the Investment Manager (note 6)	-	(20,964)
Increase (decrease) in net assets attributable to holders of redeemable units	<u>\$ (381,118)</u>	<u>\$ 165,336</u>

See accompanying notes to financial statements.

# EHP ADVANTAGE INTERNATIONAL FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units

Year ended December 31, 2018, with comparative information for the period from October 2, 2017 (commencement of operations) to December 31, 2017

	Net assets attributable to holders of redeemable units, beginning of period	Increase (decrease) in net assets attributable to holders of redeemable units	Unit transactions			Net assets attributable to holders of redeemable units, end of period
			Proceeds from redeemable units issued	Redemption of redeemable units	Redesignation of redeemable units	
2018						
Class A - Initial Series	\$ —	\$ (29,734)	\$ —	\$ (105,599)	\$ 501,028	\$ 365,695
Class A - 2018 Series 1	—	67	25,000	—	(25,067)	—
Class A - 2018 Series 2	—	689	14,093	—	(14,782)	—
Class A - 2018 Series 3	—	13,913	371,536	—	(385,449)	—
Class A - 2018 Series 5	—	355	50,000	—	(50,355)	—
Class A - 2018 Series 7	—	375	25,000	—	(25,375)	—
Class A - 2018 Series 9	—	265	25,000	(25,265)	—	—
Class E - Initial Series	1,847,180	5,526	250,000	(694,591)	—	1,408,115
Class F - Initial Series	—	(172,724)	—	(1,235,363)	4,758,757	3,350,670
Class F - 2017 Series 10	1,041	—	—	—	(1,041)	—
Class F - 2017 Series 11	405,812	—	—	—	(405,812)	—
Class F - 2017 Series 12	251,449	—	—	—	(251,449)	—
Class F - 2018 Series 1	—	4,250	704,244	(98,804)	(609,690)	—
Class F - 2018 Series 2	—	10,590	422,030	(26,276)	(406,344)	—
Class F - 2018 Series 3	—	26,480	1,356,505	(19,720)	(1,363,265)	—
Class F - 2018 Series 4	—	4,610	232,831	—	(237,441)	—
Class F - 2018 Series 5	—	4,225	247,100	(83,517)	(167,808)	—
Class F - 2018 Series 6	—	6,339	705,037	(197,000)	(514,376)	—
Class F - 2018 Series 7	—	7,777	442,550	—	(450,327)	—
Class F - 2018 Series 8	—	2,049	152,354	—	(154,403)	—
Class F - 2018 Series 9	—	2,298	194,503	—	(196,801)	—
Class F - 2018 Series 11	—	(820)	44,600	—	—	43,780



# EHP ADVANTAGE INTERNATIONAL FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

Year ended December 31, 2018, with comparative information for the period from October 2, 2017 (commencement of operations) to December 31, 2017

	Net assets attributable to holders of redeemable units, beginning of period	Increase (decrease) in net assets attributable to holders of redeemable units	Unit transactions			Net assets attributable to holders of redeemable units, end of period
			Proceeds from redeemable units issued	Redemption of redeemable units	Redesignation of redeemable units	
2018						
Class UA - Initial Series	–	(515)	–	(32,241)	32,756	–
Class UA - 2018 Series 1	–	1,986	30,770	–	(32,756)	–
Class UF - Initial Series	–	(14,310)	–	(293,628)	2,951,861	2,643,923
Class UF - 2017 Series 12	63,409	3,956	–	–	(67,365)	–
Class UF 2018 Series 2	–	2,609	38,530	–	(41,139)	–
Class UF 2018 Series 4	–	1,028	25,656	–	(26,684)	–
Class UF 2018 Series 6	–	10,912	1,019,033	(151,942)	(878,003)	–
Class UF 2018 Series 7	–	1,234	1,872,128	–	(1,873,362)	–
Class UF 2018 Series 8	–	353	64,955	–	(65,308)	–
Founder Class - Initial Series	–	(362,036)	–	(608,891)	7,393,811	6,422,884
Founder Class - 2017 Series 10	1,202,849	–	–	–	(1,202,849)	–
Founder Class - 2017 Series 11	482,707	–	–	–	(482,707)	–
Founder Class - 2017 Series 12	100,875	–	–	–	(100,875)	–
Founder Class - 2018 Series 1	–	23,643	2,085,000	(122,341)	(1,986,302)	–
Founder Class - 2018 Series 2	–	13,816	776,010	–	(789,826)	–
Founder Class - 2018 Series 4	–	1,901	99,418	–	(101,319)	–
Founder Class - 2018 Series 5	–	5,534	338,730	–	(344,264)	–
Founder Class - 2018 Series 6	–	2,902	285,000	–	(287,902)	–
Founder Class - 2018 Series 7	–	39,339	2,058,428	–	(2,097,767)	–
	\$ 4,355,322	\$ (381,118)	\$ 13,956,041	\$ (3,695,178)	\$ –	\$ 14,235,067

# EHP ADVANTAGE INTERNATIONAL FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

Year ended December 31, 2018, with comparative information for the period from October 2, 2017 (commencement of operations) to December 31, 2017

	Net assets attributable to holders of redeemable units, beginning of period	Increase (decrease) in net assets attributable to holders of redeemable units	Unit transactions			Net assets attributable to holders of redeemable units, end of period
			Proceeds from redeemable units issued	Reinvestment of distributions of holders of redeemable shares	Distributions of redeemable shares	
2017						
Class E - Initial Series	\$ —	\$ 97,180	\$ 1,750,000	\$ 29,810	\$ (29,810)	\$ 1,847,180
Class F - 2017 Series 10	—	41	1,000	13	(13)	1,041
Class F - 2017 Series 11	—	5,812	400,000	1,764	(1,764)	405,812
Class F - 2017 Series 12	—	1,949	249,500	595	(595)	251,449
Class UF - 2017 Series 12	—	(1,077)	64,486	—	—	63,409
Founder Class - 2017 Series 10	—	52,849	1,150,000	16,300	(16,300)	1,202,849
Founder Class - 2017 Series 11	—	7,707	475,000	2,398	(2,398)	482,707
Founder Class - 2017 Series 12	—	875	100,000	272	(272)	100,875
	\$ —	\$ 165,336	\$ 4,189,986	\$ 51,152	\$ (51,152)	\$ 4,355,322

See accompanying notes to financial statements.

# EHP ADVANTAGE INTERNATIONAL FUND

## Statement of Cash Flows

Year ended December 31, 2018, with comparative information for the period from October 2, 2017 (commencement of operations) to December 31, 2017

	2018	2017
Cash flows from operating activities:		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (381,118)	\$ 165,336
Adjustments for:		
Net realized losses (gains) on financial assets and liabilities at fair value through profit or loss (note 3)	440,137	(102,914)
Net change in unrealized gains on financial assets and liabilities at fair value through profit or loss (note 3)	(473,783)	(137,257)
	(414,764)	(74,835)
Change in non-cash balances:		
Purchases of investments	(107,741,765)	(13,015,784)
Cost of investments purchased to cover short positions	(37,891,634)	(4,521,781)
Proceeds from sale of investments	92,625,642	8,031,597
Proceeds from investments sold short	44,294,279	6,117,773
Net increase in interest receivable	(13,522)	(2,658)
Net increase in dividends receivable	(8,241)	(4,551)
Net decrease (increase) in organization cost receivable	687	(3,245)
Net increase in management fees payable (note 6)	8,441	6,555
Net increase (decrease) in performance fees payable (note 6)	(10,267)	10,267
Net increase in dividends payable	4,172	1,621
Net increase in interest payable	9,418	3,311
Net increase in accounts payable and accrued liabilities	35,974	1,547
Net cash used in operating activities	(9,101,580)	(3,450,183)
Cash flows from financing activities:		
Proceeds from issuance of redeemable units (note 5)	13,956,041	4,189,986
Payment on redemption of redeemable units (note 5)	(3,695,178)	-
Net cash from financing activities	10,260,863	4,189,986
Increase in cash	1,159,283	739,803
Cash, beginning of period	739,803	-
Cash, end of period	\$ 1,899,086	\$ 739,803
Supplemental cash flow information:		
Interest paid	\$ 105,220	\$ 4,185
Interest received	127,772	4,052
Dividends received, net of withholding taxes	370,616	10,390
Dividends paid	125,050	1,882

See accompanying notes to financial statements.

# EHP ADVANTAGE INTERNATIONAL FUND

## Schedule of Investments

December 31, 2018

Number of shares/ par value/ contracts	Description	Cost	Carrying value	% of net assets
<b>Investments - long</b>				
Australian equities:				
920	ASX Ltd.	\$ 55,429	\$ 53,062	0.37
75,570	Aurelia Metals Ltd.	54,823	49,447	0.35
1,740	BHP Group Ltd.	52,554	57,311	0.40
4,690	Brambles Ltd.	49,315	45,805	0.32
15,310	Bravura Solutions Ltd.	61,794	54,508	0.38
6,930	Charter Hall Group	44,879	49,479	0.35
5,570	Coca-Cola Amatil Ltd.	52,620	43,896	0.31
2,640	Computershare Ltd.	45,073	43,668	0.31
310	CSL Ltd.	52,928	55,232	0.39
4,690	Goodman Group	44,331	47,972	0.34
5,960	IDP Education Ltd.	56,491	56,604	0.40
11,040	Inghams Group Ltd.	46,975	43,873	0.31
400	Macquarie Group Ltd.	47,254	41,819	0.29
14,440	New Hope Corp. Ltd.	47,619	47,381	0.33
31,130	New Holdings Ltd.	61,654	48,376	0.34
640	Rio Tinto Ltd.	46,055	48,324	0.34
7,750	Technology One Ltd.	48,027	45,937	0.32
23,460	Viva Energy REIT	48,071	50,792	0.36
1,950	Washington H. Soul Pattinson and Co. Ltd.	39,074	46,703	0.33
11,460	Whitehaven Coal Ltd.	52,685	47,638	0.33
1,950	Woolworths Ltd.	54,933	55,203	0.39
	Total Australian equities	1,062,584	1,033,030	7.26
Canadian warrants:				
23,800	Alignvest Acquisition II Corp. Warrants \$11.50 04JUL21	13,271	9,520	0.07
35,600	Cannabis Strategies Acquisition Corp., Class A Warrants \$11.50 21DEC25	106,733	133,500	0.94
	Total Canadian warrants	120,004	143,020	1.01
Canadian equities:				
140,300	ECN Capital Corp.	488,274	484,035	3.40
	Total Canadian equities	488,274	484,035	3.40
Swiss equities:				
1,680	Galenica AG	115,234	101,078	0.71
30	Givaudan SA	95,581	94,919	0.67
470	Hbm Healthcare IVST Class A	88,632	101,534	0.71
1,070	Liechtensteinische Landesbank	87,856	95,495	0.68
790	Novartis AG	95,921	92,294	0.65
130	Partners Group Holding AG	119,270	107,709	0.76
610	SikaAG BR	108,711	105,660	0.74
190	St Galler Kantonalbank Class A	126,438	119,254	0.84
210	Swisscom AG	129,675	137,120	0.96
380	Tecan Group AG	125,024	100,791	0.71
40	Vetropack Holding AG BR	121,087	111,768	0.79
	Total Swiss equities	1,213,429	1,167,622	8.22

# EHP ADVANTAGE INTERNATIONAL FUND

Schedule of Investments (continued)

December 31, 2018

Number of shares/ par value/ contracts	Description	Cost	Carrying value	% of net assets
Danish equities:				
870	Coloplast NS	123,845	110,262	0.77
1,140	DSVNS	117,106	102,498	0.73
1,230	Royal Unibrew NS	105,043	115,692	0.81
1,600	Topdanmark NS	91,226	101,558	0.71
	Total Danish equities	437,220	430,010	3.02
European equities:				
1,550	Ageas SNNV	103,015	95,270	0.67
390	Allianz SE	112,400	106,827	0.75
670	Amadeus Fire AG	100,223	85,401	0.60
1,280	Amadeus It Holding SA, Class A	124,412	121,796	0.86
1,670	ASR Nederland NV	101,001	90,318	0.63
420	Automatic Data Processing Inc.	120,428	108,713	0.76
7,640	Borussia Dortmund Gmbh & Co. KG	96,396	95,173	0.67
260	Christian Dior SE	129,344	135,776	0.95
1,690	Coca-Cola European Partners PLC	101,443	106,148	0.75
1,120	Colruyt SA	94,523	109,024	0.77
2,870	Compania de Distribución Integral Logista SAU	96,356	98,122	0.69
4,090	Deutsche Telekom AG	94,381	94,799	0.67
4,450	ENI SPA	96,468	95,683	0.67
1,360	Euronext NV	113,264	106,989	0.75
830	Ferrari NV	133,444	112,650	0.79
560	Hannover Rueck SE	100,233	103,085	0.72
120	Hermes International SA	106,135	90,986	0.64
1,230	Kesko OYJ	95,607	90,606	0.64
3,620	Koninklijke Ahold Delhaize NV	112,830	124,981	0.88
1,220	Luxottica Group SPA	102,008	98,647	0.69
260	LVMH Moët Hennessy Louis Vuitton SE	105,820	104,994	0.74
460	MTU Aero Engines AG	114,222	113,958	0.80
1,180	Neste OYJ	109,752	124,313	0.87
1,760	Oesterreichische Post AG	108,191	82,634	0.58
3,340	Peugeot SA	121,789	97,396	0.68
4,340	Repsol SA	110,880	95,571	0.67
1,940	Rothschild & Co.	102,525	93,603	0.66
570	Safran SA	82,748	93,961	0.66
820	SAP SE	127,243	111,485	0.78
620	Sartorius AG	100,923	84,701	0.60
400	Sofina Foods Inc.	103,159	103,724	0.73
3,000	Tag Immobilien AG	83,928	93,417	0.66
10,040	Telekom Austria AG	117,440	104,264	0.73
560	Teleperformance SE	133,030	122,266	0.86
750	Thales SA	130,923	119,645	0.84
1,400	Total SA	111,639	101,115	0.71
940	UCB SA	103,710	104,822	0.74
1,410	Unilever NV	100,006	104,572	0.73
3,160	UPM-Kymmene OYJ	139,310	109,470	0.77
3,330	Valmet OYJ	96,282	93,485	0.66
780	Vidrala SA	105,079	90,151	0.63
1,190	Wolters Kluwer N.V.	82,599	96,147	0.68
	Total European equities	4,525,109	4,316,688	30.33

# EHP ADVANTAGE INTERNATIONAL FUND

Schedule of Investments (continued)

December 31, 2018

Number of shares/ par value/ contracts	Description	Cost	Carrying value	% of net assets
Great Britain equities:				
7,130	AG. Barr PLC	83,472	97,891	0.69
2,610	Admiral Group PLC	90,389	92,968	0.65
2,950	Anglo American PLC	82,251	89,720	0.63
11,890	Auto Trader Group PLC	90,367	94,097	0.66
7,800	BP PLC	74,549	67,314	0.47
17,030	Brewin Dolphin Holdings PLC	106,531	95,540	0.67
1,820	Bunzl PLC	72,779	75,026	0.53
2,970	Compass Group PLC	84,885	85,274	0.60
1,030	Croda International PLC	82,128	83,969	0.59
1,700	Diageo PLC	80,164	82,681	0.58
8,410	Evraz PLC	76,415	70,318	0.49
2,550	Experian PLC	82,161	84,530	0.59
3,440	Glaxosmithkline PLC	91,595	89,262	0.63
3,730	Halma PLC	87,800	88,531	0.63
2,550	Hargreaves Lansdown PLC	80,705	82,045	0.58
5,170	Hilton Food Group PLC	80,319	81,147	0.57
5,420	Homeserve PLC	84,698	81,628	0.57
1,140	Intercontinental Hotels Group PLC	90,547	84,050	0.59
7,030	International Consolidated Airlines Group SA	80,223	75,599	0.53
10,860	JD Sports Fashion PLC	92,371	65,914	0.46
14,460	John Laing Group PLC	74,551	83,537	0.59
1,060	London Stock Exchange Group PLC	79,729	74,924	0.53
38,420	LXI REIT PLC	74,859	80,560	0.57
890	Next PLC	72,652	61,808	0.44
26,840	Redde PLC	79,516	79,397	0.56
3,320	RelxPLC	89,982	93,387	0.66
11,010	Rightmove PLC	90,425	82,813	0.58
1,230	Rio Tinto PLC	77,560	79,834	0.56
3,090	Smith & Nephew PLC	72,962	78,718	0.55
780	Spirax-Sarco Engineering PLC	81,100	84,694	0.59
6,960	SSP Group PLC	86,062	78,407	0.55
7,090	Tate & Lyle PLC	80,043	81,426	0.57
1,630	The Berkeley Group Holdings PLC	107,794	98,677	0.69
1,190	Unilever PLC	84,126	85,076	0.60
22,450	Watkin Jones PLC	77,281	80,279	0.56
2,880	WH Smith PLC	100,796	86,198	0.61
1,060	Whitbread PLC	82,510	84,460	0.59
	Total Great Britain equities	3,106,297	3,061,699	21.51
Japanese equities:				
600	ABC-Mart Inc.	43,601	45,429	0.32
1,500	Aeon Co. Ltd.	39,194	40,152	0.28
1,800	Alfresa Holdings Corp.	55,061	62,832	0.44
1,600	ARCS Co. Ltd.	55,309	48,777	0.34
2,800	Astellas Pharma Inc.	56,269	48,869	0.34
700	Chugai Pharmaceutical Co. Ltd.	53,909	55,616	0.39
1,000	Daiho Corp.	44,200	44,147	0.31
800	Daiwabo Holdings Co. Ltd.	58,696	50,809	0.36
3,500	DCM Holdings Co. Ltd.	45,536	49,993	0.35

# EHP ADVANTAGE INTERNATIONAL FUND

Schedule of Investments (continued)

December 31, 2018

Number of shares/ par value/ contracts	Description	Cost	Carrying value	% of net assets
300	Familymart Uny Holdings Co. Ltd.	47,003	51,967	0.37
100	Fast Retailing Co. Ltd.	66,968	70,199	0.49
900	Fuji Soft Inc.	46,441	46,737	0.33
3,000	Hakuhodo Dy Holdings Inc.	60,264	58,841	0.41
2,600	Haseko Corp.	47,778	37,397	0.26
600	Hoya Corp.	49,073	49,427	0.35
800	Infocom Corp.	43,937	39,850	0.28
2,700	Itochu Corp.	63,162	62,775	0.44
1,200	Iwatani Corp.	55,773	54,844	0.39
1,000	Japan Airlines Co. Ltd.	46,753	48,456	0.34
1,900	Japan Exchange Group Inc.	46,233	42,093	0.30
1,700	Japan Post Insurance Co. Ltd.	49,935	53,921	0.38
9,300	Kabu.Com Securities Co. Ltd.	46,124	43,662	0.31
500	KAO Corp.	49,421	50,772	0.36
1,500	KDDI Corp.	54,414	49,016	0.34
1,000	Keihan Holdings Co. Ltd.	47,258	55,728	0.39
700	Keio Corp.	50,239	55,703	0.39
700	Kikkoman Corp.	50,191	51,519	0.36
1,900	Komeda Holdings Co. Ltd.	48,155	51,203	0.36
3,800	Konica Minolta Inc.	49,188	46,991	0.33
500	Kusuri No Aoki Holdings Co.	46,254	43,150	0.30
3,000	Kyushu Electric Power Co., Inc.	47,442	48,904	0.34
1,100	Kyushu Railway Co	46,332	50,890	0.36
500	Lawson Inc.	43,104	43,275	0.30
4,500	Marubeni Corp.	48,279	43,285	0.30
1,000	Maruha Nichiro Corp.	47,585	46,015	0.32
4,200	Matsui Securities Co. Ltd.	54,242	60,411	0.42
1,500	Medipal Holdings Corp.	44,676	43,991	0.31
1,300	Mitsubishi Corp.	47,396	48,891	0.35
21,600	Mizuho Financial Group Inc.	48,507	45,809	0.32
1,100	NEC Corp.	44,913	44,726	0.31
5,600	Nippon Suisan Kaisha Ltd.	47,202	42,819	0.30
900	Nippon Telegraph and Telephone Corp.	53,938	50,234	0.35
900	Nissan Chemical Industries Ltd.	54,185	64,558	0.45
1,500	Nojima Corp.	45,950	41,563	0.29
1,500	NTT Docomo Inc.	49,369	46,186	0.33
500	OBIC Co. Ltd.	54,965	52,864	0.37
500	Ohsho Food Service Corp.	44,051	45,143	0.32
700	Sankyu Inc.	48,300	43,368	0.30
800	Seven & I Holdings Co. Ltd.	46,075	47,651	0.33
600	Shionogi & Co. Ltd.	49,326	46,857	0.33
1,000	Ship Healthcare Holdings Inc.	50,504	50,498	0.35
2,100	Skylark Holdings Co. Ltd.	46,026	45,373	0.32
3,300	Solasto Corp.	48,391	45,123	0.32
700	Sony Corp.	44,446	46,428	0.33
1,900	Sony Financial Holdings Inc.	49,009	48,624	0.34
1,200	Sotetsu Holdings Inc.	47,171	48,866	0.34
6,000	Sumitomo Mitsui Construction Co. Ltd.	54,658	49,913	0.36
600	Suzuken Co. Ltd.	34,179	41,768	0.29
300	Taisho Pharmaceutical Holdings Co. Ltd.	44,730	41,208	0.29

# EHP ADVANTAGE INTERNATIONAL FUND

Schedule of Investments (continued)

December 31, 2018

Number of shares/ par value/ contracts	Description	Cost	Carrying value	% of net assets
1,800	Toho Holdings Co. Ltd.	57,525	60,254	0.43
5,700	Tokyo Electric Power Company Holdings Inc.	44,580	46,352	0.33
1,400	Toshiba Tee Corp.	55,563	44,685	0.31
600	Towa Pharmaceutical Co. Ltd.	53,916	57,310	0.40
1,500	Toyo Seikan Group Holdings Ltd.	47,094	47,111	0.33
600	Trend Micro Inc.	48,846	44,607	0.32
1,500	Unicharm Corp.	63,032	66,482	0.47
700	Yaoko Co. Ltd.	53,424	52,304	0.37
1,400	Zensho Holdings Co. Ltd.	46,515	46,376	0.33
	<b>Total Japanese equities</b>	<b>3,371,785</b>	<b>3,351,597</b>	<b>23.54</b>
	Norwegian equities:			
4,940	Austevoll Seafood ASA	76,249	83,299	0.59
1,650	Bakkafrost P/F	116,438	110,248	0.78
3,010	Equinor ASA	101,240	87,324	0.61
8,520	Leroy Seafood Group ASA	73,644	88,701	0.62
1,270	Salmar ASA	70,336	85,820	0.60
4,450	Telenor ASA	123,379	117,683	0.83
	<b>New Norwegian equities</b>	<b>561,286</b>	<b>573,075</b>	<b>4.03</b>
	New Zealand equities:			
11,420	Spark New Zealand Ltd.	39,674	43,430	0.31
7,700	Summerset Group Holdings Ltd.	49,357	44,948	0.32
	<b>Total New Zealand equities</b>	<b>89,031</b>	<b>88,378</b>	<b>0.63</b>
	Swedish equities:			
5,910	AAKAB	127,279	111,702	0.78
4,770	Axfood AB	115,450	111,464	0.78
8,880	Betsson AB	95,593	99,854	0.71
4,420	Gastellum AB	99,719	111,217	0.78
5,200	Sandvik AB	118,455	101,207	0.71
7,020	Tele2 AB	112,390	122,139	0.86
	<b>Total Swedish equities</b>	<b>668,886</b>	<b>657,583</b>	<b>4.62</b>
	United States equities:			
13,000	iShares Barclays 20+ Year Treasury Bond ETF	1,962,867	2,155,405	15.14
12,000	iShares JP Morgan Emerging Markets Bond Index ETF	1,679,525	1,701,422	11.95
	<b>Total United States equities</b>	<b>3,642,392</b>	<b>3,856,827</b>	<b>27.09</b>
	<b>Total investments - long</b>	<b>\$ 19,286,297</b>	<b>\$ 19,163,564</b>	<b>134.66</b>



# EHP ADVANTAGE INTERNATIONAL FUND

Schedule of Investments (continued)

December 31, 2018

Number of shares/ par value/ contracts	Description	Cost	Carrying value	% of net assets
<b>Investments - short</b>				
Australian equities:				
(2,760)	APA Group	\$ (23,376)	\$ (22,574)	(0.16)
(1,370)	ARB Corporation Ltd.	(22,203)	(19,774)	(0.14)
(2,390)	Bank Of Queensland Ltd.	(25,098)	(22,308)	(0.16)
(3,990)	Bega Cheese Ltd.	(24,699)	(18,928)	(0.13)
(2,200)	Bendigo and Adelaide Bank Ltd.	(21,259)	(22,842)	(0.16)
(5,050)	Baral Ltd.	(30,918)	(24,005)	(0.17)
(2,480)	Challenger Ltd.	(25,149)	(22,646)	(0.16)
(320)	Commonwealth Bank of Australia	(21,826)	(22,290)	(0.16)
(1,270)	Credit Corp. Group Ltd.	(24,233)	(22,925)	(0.16)
(5,970)	Fortescue Metals Group Ltd.	(22,465)	(24,070)	(0.17)
(2,060)	Invacare Ltd.	(23,182)	(20,417)	(0.14)
(3,460)	loof Holdings Ltd.	(28,094)	(17,213)	(0.12)
(1,910)	Lendlease Group	(24,015)	(21,374)	(0.15)
(3,460)	Link Administration Holdings Ltd.	(24,286)	(22,540)	(0.16)
(1,520)	Mineral Resources Ltd.	(21,397)	(22,626)	(0.16)
(987)	National Australia Bank Ltd.	(25,912)	(22,860)	(0.16)
(3,990)	Nufarm Ltd.	(21,280)	(22,882)	(0.16)
(3,660)	Origin Energy Ltd.	(27,867)	(22,786)	(0.16)
(7,000)	Pact Group Holdings Ltd.	(23,910)	(23,373)	(0.16)
(4,440)	Platinum Asset Management Ltd.	(21,371)	(20,764)	(0.15)
(5,040)	Reliance Worldwide Corp. Ltd.	(24,218)	(21,581)	(0.15)
(1,250)	Seek Ltd.	(21,366)	(20,351)	(0.14)
(5,510)	The Star Entertainment Grp Ltd.	(26,072)	(24,177)	(0.17)
(1,690)	Treasury Wine Estates Ltd.	(24,630)	(24,067)	(0.17)
(1,800)	Worleyparsons Ltd.	(24,264)	(19,780)	(0.14)
	Total Australian equities	(603,090)	(549,153)	(3.86)
Swiss equities:				
(2,420)	Ascom Holding AG	(46,085)	(45,685)	(0.32)
(200)	Autoneum Holding AG	(50,952)	(40,982)	(0.29)
(610)	Basilea Pharmaceutica AG	(52,892)	(33,886)	(0.24)
(40)	LEM Holding SA	(60,681)	(58,275)	(0.41)
(840)	Leonteq AG	(52,450)	(47,878)	(0.34)
	Total Swiss equities	(263,060)	(226,706)	(1.60)
Danish equities:				
(230)	ALK-Abello NS	(45,401)	(46,254)	(0.33)
(30)	AP Moller-Maersk NS, Class B	(53,277)	(51,433)	(0.36)
(250)	Genmab NS	(50,267)	(55,906)	(0.39)
(1,460)	Sydbank A/S	(44,419)	(47,437)	(0.33)
	Total Danish equities	(193,364)	(201,030)	(1.41)

# EHP ADVANTAGE INTERNATIONAL FUND

Schedule of Investments (continued)

December 31, 2018

Number of shares/ par value/ contracts	Description	Cost	Carrying value	% of net assets
European equities:				
(3,320)	Aixtron SE	(52,319)	(43,658)	(0.31)
(3,880)	Altran Technologies SA	(52,274)	(42,508)	(0.30)
(520)	Anheuser-Busch InbevSA NV	(51,774)	(46,926)	(0.33)
(360)	ArgenxSE	(41,418)	(47,971)	(0.34)
(1,010)	Asm International NV	(70,433)	(57,182)	(0.40)
(420)	Atos SE	(47,308)	(46,953)	(0.33)
(1,580)	Banca Generali SPA	(50,582)	(44,801)	(0.31)
(11,020)	Banca Popolare Dell Emilia Romagna SPA	(70,455)	(57,979)	(0.41)
(7,290)	Banco Bilbao Vizcaya Argentaria SA	(66,829)	(52,851)	(0.37)
(10,250)	Bankia SA	(48,905)	(41,039)	(0.29)
(510)	Bayer AG	(52,250)	(48,305)	(0.34)
(2,390)	Beneteau	(49,007)	(42,911)	(0.30)
(2,060)	Buzzi Unicem SPA	(52,998)	(48,408)	(0.34)
(11,620)	Cairo Communications SPA	(59,582)	(62,244)	(0.44)
(4,720)	Caverion Corp.	(45,380)	(37,574)	(0.26)
(1,890)	Chargeurs SA	(71,143)	(49,660)	(0.35)
(4,120)	Commerzbank AG	(50,827)	(37,263)	(0.26)
(6,000)	Credito Emiliano SPA	(53,749)	(47,201)	(0.33)
(3,990)	Deutsche Bank AG	(53,128)	(43,476)	(0.31)
(910)	Deutsche Beteiligungs AG	(47,671)	(47,749)	(0.34)
(2,740)	Elior Group	(57,619)	(55,966)	(0.39)
(4,280)	EuronavNV	(48,856)	(41,636)	(0.29)
(3,610)	Europcar Mobility Group	(47,014)	(44,406)	(0.31)
(550)	FNAC Darty SA	(50,451)	(49,117)	(0.35)
(2,910)	Fugro NVCVA	(52,626)	(34,343)	(0.24)
(390)	Galapagos NV	(50,741)	(49,138)	(0.35)
(1,050)	Gea Group AG	(48,403)	(36,949)	(0.26)
(530)	Ingenico Group SA	(50,755)	(41,064)	(0.29)
(3,290)	La Doria SPA	(49,567)	(40,752)	(0.29)
(430)	Lenzing AG	(54,049)	(53,431)	(0.38)
(4,170)	Leonardo SPA	(57,966)	(50,075)	(0.35)
(310)	Morphosys AG	(38,935)	(43,126)	(0.30)
(2,050)	OntexGroup NV	(51,736)	(57,390)	(0.40)
(960)	Osram LichtAG	(52,072)	(56,934)	(0.40)
(460)	Paddy Power Betfair PLC	(53,049)	(51,547)	(0.36)
(2,000)	RWEAG	(52,309)	(59,322)	(0.42)
(540)	S.O.1.T.E.C.	(51,714)	(42,734)	(0.30)
(2,430)	Sat-Holland SA	(49,472)	(42,565)	(0.30)
(2,480)	Spie SA	(46,578)	(44,954)	(0.32)
(670)	Takeaway.com NV	(47,498)	(61,615)	(0.43)
(1,460)	Tarkett SA	(50,122)	(40,006)	(0.28)
(7,380)	Thrombogenics NV	(54,999)	(41,783)	(0.29)
(2,320)	Thyssenkrupp AG	(65,442)	(54,354)	(0.38)
(12,570)	UBI Banca SPA	(51,202)	(49,797)	(0.35)
(3,000)	UniCredit SPA	(51,204)	(46,422)	(0.33)
(1,060)	Voestalpine AG	(48,584)	(43,269)	(0.30)
(370)	Wacker Chemie AG	(48,956)	(45,773)	(0.32)
(4,070)	Zumtobel Group AG	(38,086)	(45,258)	(0.32)
	Total European equities	(2,508,037)	(2,270,385)	(15.96)

# EHP ADVANTAGE INTERNATIONAL FUND

Schedule of Investments (continued)

December 31, 2018

Number of shares/ par value/ contracts	Description	Cost	Carrying value	% of net assets
Great Britain equities:				
(2,860)	Antofagasta PLC	(38,301)	(38,977)	(0.27)
(11,130)	Arrow Global Group PLC	(36,288)	(34,280)	(0.24)
(1,600)	Bank Of Georgia Group PLC	(36,810)	(38,338)	(0.27)
(9,210)	CYBG PLC	(41,183)	(29,040)	(0.20)
(800)	British American Tobacco PLC	(43,395)	(34,802)	(0.24)
(990)	Clarkson PLC	(43,107)	(32,731)	(0.23)
(2,680)	Clinigen Group PLC	(38,053)	(35,163)	(0.25)
(7,110)	Crest Nicholson Holdings PLC	(46,865)	(40,605)	(0.29)
(3,380)	CVS Group PLC	(55,052)	(38,906)	(0.27)
(4,690)	De La Rue PLC	(40,812)	(34,521)	(0.24)
(1,120)	Dechra Pharmaceuticals PLC	(41,751)	(40,343)	(0.28)
(6,120)	Essentra PLC	(49,719)	(36,464)	(0.26)
(7,070)	Glencore PLC	(40,710)	(35,843)	(0.25)
(1,830)	Hill & Smith Holdings PLC	(32,781)	(38,213)	(0.27)
(4,530)	Investec PLC	(40,575)	(34,770)	(0.24)
(3,940)	Just Eat PLC	(42,898)	(40,231)	(0.28)
(9,890)	Kingfisher PLC	(49,514)	(35,710)	(0.25)
(7,650)	Majestic Wine PLC	(34,860)	(32,880)	(0.23)
(6,200)	Mediclinic International PLC	(37,432)	(34,793)	(0.24)
(12,420)	Melrose Industries PLC	(38,255)	(35,411)	(0.25)
(1,100)	Metro Bank PLC	(48,278)	(32,406)	(0.23)
(1,420)	Micro Focus International PLC	(31,677)	(34,173)	(0.24)
(2,950)	Ocado Group PLC	(39,251)	(40,553)	(0.28)
(3,620)	Provident Financial PLC	(31,448)	(36,220)	(0.25)
(510)	Renishaw PLC	(33,940)	(37,628)	(0.26)
(3,640)	Sanne Group PLC	(34,097)	(36,800)	(0.26)
(4,400)	Smart Metering Systems PLC	(44,874)	(40,196)	(0.28)
(6,030)	Sophos Group PLC	(49,969)	(39,726)	(0.28)
(2,010)	SSE PLC	(36,991)	(37,827)	(0.27)
(3,600)	Standard Chartered PLC	(38,504)	(38,169)	(0.27)
(11,660)	Stobart Group Ltd.	(45,301)	(29,298)	(0.22)
(1,340)	Ted Baker PLC	(40,593)	(36,142)	(0.25)
(7,100)	Telford Homes PLC	(36,493)	(35,211)	(0.25)
(1,490)	The Weir Group PLC	(41,246)	(33,654)	(0.24)
(1,980)	Travis Perkins PLC.	(37,732)	(36,866)	(0.26)
(3,500)	Udg Healthcare PLC	(37,161)	(36,359)	(0.26)
(1,680)	Ultra Electronics Hldgs PLC	(43,759)	(38,004)	(0.27)
(730)	Wizz.Alr Holdings PLC	(32,524)	(35,593)	(0.25)
(2,540)	WPP PLC	(37,976)	(37,419)	(0.26)
	Total Great Britain equities	(1,570,175)	(1,414,265)	(9.93)
Japanese equities:				
(6,200)	Aiful Corp.	(24,500)	(20,075)	(0.14)
(2,100)	Chugoku Marine Paints Ltd.	(22,329)	(23,720)	(0.17)
(2,100)	CMK Corp.	(17,497)	(16,083)	(0.11)
(600)	Coca-cola Bottlers Japan Inc.	(20,266)	(24,545)	(0.17)
(3,500)	Concordia Financial Group LT	(21,209)	(18,393)	(0.13)
(4,000)	Cookpad Inc.	(21,340)	(14,844)	(0.10)
(1,200)	Credit SAISON Co. Ltd.	(24,402)	(19,293)	(0.14)

# EHP ADVANTAGE INTERNATIONAL FUND

## Schedule of Investments (continued)

Number of shares/ par value/ contracts	Description	Cost	Carrying value	% of net assets
(500)	Daido Steel Co. Ltd.	(29,004)	(26,930)	(0.19)
(1,600)	Daikyonis hikawa Corp.	(22,076)	(21,559)	(0.15)
(1,600)	Dexerials Corp.	(19,669)	(16,100)	(0.11)
(1,200)	Fuji Machine Mfg Co. Ltd.	(22,015)	(19,278)	(0.14)
(5,600)	Fuji Oil Co. Ltd.	(22,002)	(20,712)	(0.15)
(3,400)	Fujikura Ltd.	(26,098)	(18,503)	(0.13)
(1,200)	Fujitsu General Ltd.	(25,541)	(21,041)	(0.15)
(1,100)	Furukawa Co. Ltd.	(20,140)	(17,233)	(0.12)
(3,400)	Futaba Industrial Co. Ltd.	(27,398)	(23,330)	(0.16)
(4,000)	Gree Inc.	(27,857)	(21,669)	(0.15)
(1,100)	Hitachi Chemical Co. Ltd.	(28,600)	(22,740)	(0.16)
(1,100)	Hitachi Maxell Ltd.	(22,490)	(19,808)	(0.14)
(4,300)	Hitachi Zosen Corp.	(20,216)	(17,885)	(0.13)
(500)	Hogy Medical Co. Ltd.	(21,869)	(19,645)	(0.14)
(2,100)	Hosiden Corp.	(21,417)	(18,855)	(0.13)
(1,300)	Ibiden Co. Ltd.	(24,852)	(25,061)	(0.18)
(5,100)	Ichigo Inc.	(22,091)	(20,260)	(0.14)
(1,500)	Ishihara SAngyo Kaisha Ltd.	(21,707)	(20,081)	(0.14)
(1,100)	Japan Lifeline Co. Ltd.	(22,374)	(19,411)	(0.14)
(1,100)	JSR Corp.	(23,465)	(22,671)	(0.16)
(900)	Kansai Paint Co. Ltd.	(17,760)	(23,694)	(0.17)
(1,100)	Kawasaki Kisen Kaisha Ltd.	(19,968)	(18,562)	(0.13)
(3,500)	Kenedix Inc.	(22,278)	(20,529)	(0.14)
(1,200)	KOACorp.	(21,729)	(19,337)	(0.14)
(2,600)	Kumiai Chemical Industry Co. Ltd.	(21,289)	(20,981)	(0.15)
(400)	Kyocera Corp.	(29,071)	(27,437)	(0.19)
(500)	Kyudenko Corp.	(24,745)	(25,965)	(0.18)
(3,800)	Leopalace21 Corp.	(21,413)	(20,633)	(0.14)
(500)	Line Corp.	(24,386)	(23,505)	(0.17)
(1,100)	Lixil Group Corp.	(20,062)	(18,657)	(0.13)
(1,100)	Macnica Fuji Electronics Holdings	(22,277)	(18,479)	(0.13)
(1,200)	Meidensha Corp.	(22,761)	(20,667)	(0.15)
(900)	Miraca Holdings Inc.	(33,964)	(27,818)	(0.20)
(1,100)	Mitsubishi Gas Chemical Co.	(23,957)	(22,671)	(0.16)
(900)	Mitsui Osk Lines Ltd.	(30,107)	(26,888)	(0.19)
(500)	Nachi-Fujikoshi Corp.	(29,086)	(23,817)	(0.17)
(2,000)	Nichicon Corp.	(22,340)	(19,826)	(0.14)
(100)	Nintendo Co. Ltd.	(39,180)	(36,469)	(0.26)
(7,000)	Nippon Denko Co. Ltd.	(22,236)	(19,004)	(0.13)
(500)	Nippon Gas Co. Ltd.	(24,089)	(24,844)	(0.17)
(300)	Nippon Shinyaku Co. Ltd.	(22,482)	(26,114)	(0.18)
(2,000)	Nissin Electric Co. Ltd.	(19,760)	(20,000)	(0.14)
(400)	Noevir Holding Co	(24,967)	(23,786)	(0.17)
(3,700)	Nomura Holdings Inc.	(22,499)	(19,389)	(0.14)
(1,000)	Nomura Real Estate Holdings Inc.	(25,100)	(25,093)	(0.18)
(2,700)	Onward Holdings Co. Ltd.	(21,286)	(19,872)	(0.14)
(800)	Prima Meat Packers Ltd.	(24,718)	(19,547)	(0.14)
(1,100)	Resorttrust Inc.	(21,542)	(22,068)	(0.16)

# EHP ADVANTAGE INTERNATIONAL FUND

Schedule of Investments (continued)

December 31, 2018

Number of shares/ par value/ contracts	Description	Cost	Carrying value	% of net assets
(2,100)	Sanden Holdings Corp.	(29,750)	(19,483)	(0.14)
(300)	Screen Holdings Co. Ltd.	(20,536)	(17,204)	(0.12)
(200)	Shimamura Co. Ltd.	(21,942)	(20,921)	(0.15)
(200)	Shochiku Co. Ltd.	(25,460)	(26,500)	(0.18)
(1,200)	Sinfonia Technology Co. Ltd.	(23,567)	(19,890)	(0.14)
(500)	Square Enix Holdings Co. Ltd.	(21,775)	(18,599)	(0.13)
(1,300)	Sumida Corp.	(17,865)	(20,512)	(0.14)
(5,200)	Takara Leben Co. Ltd.	(21,689)	(19,557)	(0.14)
(2,900)	Tamura Corp.	(21,966)	(19,285)	(0.14)
(1,400)	The Chugoku Bank Ltd.	(19,074)	(16,162)	(0.11)
(3,400)	The Hiroshima Bank Ltd.	(28,651)	(24,685)	(0.17)
(3,400)	The IYO Bank Ltd.	(28,139)	(24,558)	(0.17)
(500)	Toho Zinc Co. Ltd.	(20,671)	(20,890)	(0.14)
(300)	Token Corp.	(26,512)	(24,321)	(0.17)
(600)	Tokuyama Corp.	(21,740)	(18,090)	(0.13)
(700)	Tokyo Ohka Kogyo Co. Ltd.	(25,328)	(25,742)	(0.18)
(5,800)	Yahoo Japan Corp.	(22,219)	(19,791)	(0.14)
(800)	Zozo Inc.	(22,958)	(20,025)	(0.14)
	Total Japanese equities	(1,717,318)	(1,561,592)	(10.99)
	Norwegian equities:			
(11,250)	Borr Drilling Ltd.	(49,786)	(38,011)	(0.27)
(5,340)	Golden Ocean Group Ltd.	(52,587)	(44,136)	(0.31)
(9,310)	Nordic Semiconductor ASA	(53,770)	(42,480)	(0.30)
(7,710)	Norsk Hydro ASA	(53,493)	(47,730)	(0.34)
(10,710)	Odfjell Drilling Ltd.	(47,333)	(35,002)	(0.25)
(3,930)	Subsea 7 SA	(66,430)	(52,295)	(0.37)
(9,450)	Wallenius Wilhelmsen Logistic ASA	(48,509)	(44,313)	(0.31)
	Total Norwegian equities	(371,908)	(303,967)	(2.15)
	Swedish equities:			
(10,170)	Bygghmax Group AB	(63,486)	(50,130)	(0.35)
(4,940)	Dometic Group AB	(47,923)	(41,852)	(0.29)
(5,290)	Inwido AB	(48,697)	(45,307)	(0.32)
(2,090)	JMAB	(50,069)	(55,696)	(0.39)
(1,400)	Oriflame Holding AG	(46,192)	(42,721)	(0.30)
(3,850)	Raysearch Laboratories AB	(70,487)	(57,229)	(0.40)
	Total Swedish equities	(326,854)	(292,935)	(2.05)
	Total investments - short	\$ (7,553,806)	\$ (6,820,033)	(47.95)
	Total investments - long	\$ 19,286,297	\$ 19,163,564	134.66
	Total investments - short	(7,553,806)	(6,820,033)	(47.95)
	Total investments owned	<u>\$ 11,732,491</u>	12,343,531	86.71
	Other assets, net		1,891,536	13.29
	Net assets (note 5)		\$ 14,235,067	100.00

See accompanying notes to financial statements.

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements

Year ended December 31, 2018

---

## 1. General information:

The EHP Advantage Fund (the "Fund") is an open-ended investment trust established under the laws of the Province of Ontario pursuant to the Trust Agreement made as of August 28, 2017 between Caledon Trust Company, as trustee (the "Trustee"), and EdgeHill Partners. The registered office of the Fund is 45 Hazelton Ave., Suite B, Toronto, Ontario, Canada M5R 2E3.

EdgeHill Partners, a general partnership formed under the laws of the Province of Ontario, is the manager and investment advisor of the Fund (the "Investment Manager"). The Investment Manager performs management functions for the Fund, including investment management of the Fund's portfolio.

The Fund's investment objective is to generate superior risk-adjusted investment returns over the long term by utilizing a multi-strategy approach, consisting of diversified quantitative and systematic investment strategies. The Fund will also seek to preserve capital and mitigate risk through the application of both portfolio and risk management tools. In order to achieve its objective, the Fund will actively allocate capital over multiple investment strategies predominantly based upon researched, repeatable and process-driven methodologies.

## 2. Significant accounting policies:

The principal accounting policies applied in the preparation of these financial statements are set out below:

### (a) 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. In the preparation of these financial statements, the Fund has consistently applied these standards.

These financial statements have been prepared on a historical cost basis, except for financial assets and financial liabilities at fair value through profit or loss ("FVTPL"), which are presented at fair value.

### (b) Approval of the financial statements:

The financial statements were approved by the Investment Manager and authorized for issue on March 29, 2019.

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

## 2. Significant accounting policies (continued):

### (c) Functional currency and foreign currency translation:

The measurement and functional currency of the Fund is the Canadian dollar ("CAD") and the financial statements are presented in CAD. Investment transactions and income and expenses in foreign currencies have been translated to CAD at the rate of exchange prevailing at the time of the transaction.

Foreign currency assets and liabilities have been translated into the functional currency, using the rate of exchange prevailing at the statement of financial position dates.

Foreign exchange gains and losses relating to cash are presented in the statement of comprehensive income (loss) within net foreign currency losses.

Foreign exchange gains and losses relating to the financial assets and liabilities carried at FVTPL are presented in the statement of comprehensive income (loss) within net realized gains (losses) on financial assets and liabilities at FVTPL.

### (d) Financial assets and financial liabilities:

#### (i) Classification, recognition, derecognition and measurement:

For fiscal years beginning January 1, 2018, IFRS 9, Financial Instruments ("IFRS 9") has replaced International Accounting Standard 39 ("IAS"), Financial Instruments - Recognition and Measurement ("IAS 39"). IFRS 9 introduces new classification and measurement requirements for financial instruments, including impairment on financial assets and hedge accounting.

This new standard requires assets to be classified based on the Fund's business model for managing the financial assets and contractual cash flow characteristics of the financial assets. The standard includes three principal classification categories for financial assets: measured at amortized cost, fair value through other comprehensive income, and FVTPL. It eliminates the existing IAS 39 categories of held to maturity, loans and receivables and available for sale. IFRS 9 largely retains the existing requirements in IAS 39 for the classification of financial liabilities. IFRS 9 has been applied retrospectively by the Fund and did not result in a change to the classification or measurement of financial instruments. There were no changes in the recognition or measurement of the Fund's financial instruments as a result of adopting IFRS 9, and consequently, there was no impact to net assets.

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

## 2. Significant accounting policies (continued):

The Fund classifies its investments in debt and equity securities, and derivatives, as financial assets or financial liabilities at FVTPL.

Upon transition to IFRS 9, the Fund's financial assets and financial liabilities were classified as FVTPL and some as amortized cost. This classification differs from the classification under the previous standard IAS 39 Financial instruments: Recognition and Measurement, therefore there were classification differences (as per the paragraph below) but no measurement differences of certain financial assets and financial liabilities upon transition to IFRS 9.

Effective January 1, 2018, all financial assets that had previously been designated as FVTPL or that were classified as held-for-trading were reclassified as FVTPL. Derivative assets and derivative liabilities that were previously classified as held-for-trading financial instruments were reclassified as FVTPL. Financial assets that were previously classified as loans and receivables were reclassified as amortized cost. Financial liabilities that were previously classified as other financial liabilities were reclassified as amortized cost upon transition to IFRS 9. Changes in accounting policies resulting from the adoption of IFRS 9 have been applied retrospectively. The information presented for 2017 reflects requirements of IFRS 9.

The Fund classifies its investments in debt and equity securities, and derivatives, as financial assets or financial liabilities at FVTPL. The Fund classifies its investments at FVTPL based on the Fund's business model for managing those financial assets in accordance with the Fund's documented investment strategy. The portfolio of investments is managed and performance is evaluated on a fair value basis and the portfolio of investments is neither held to collect contractual cash flows nor held both to collect contractual cash flows and to sell financial assets. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions.

Financial assets and financial liabilities are initially recognized on the trade date, which is the date on which the Fund becomes a party to the contractual provisions of the instrument. Financial assets and financial liabilities are initially measured at fair value, with transaction costs recognized in the statement of comprehensive income (loss).



# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

## 2. Significant accounting policies (continued):

Subsequent to initial recognition, all financial assets and financial liabilities at FVTPL are measured at fair value. Net realized and changes in unrealized gains and losses arising from changes in the fair value of the financial assets or financial liabilities at FVTPL category are presented in the statement of comprehensive income (loss) within net realized gains (losses) on financial assets and liabilities at FVTPL and net change in unrealized gains (losses) on financial assets and liabilities at FVTPL in the period in which they arise.

The Fund derecognizes a financial asset when the contractual rights to the cash flows on the financial asset in the transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred. The Fund derecognizes a financial liability when its contractual obligations are discharged, cancelled or expire.

All other financial assets and liabilities, excluding redeemable units, are recognized on the date on which they are originated are classified as financial assets or financial liabilities at amortized cost, and are measured at amortized cost. Redeemable units are measured at the present value of the redemption amount and are considered a residual

Redeemable units are measured at the present value of the redemption amount and are considered a residual.

When the Fund purchases an option, warrant, or future, an amount equal to fair value which is based on the premium paid is recorded as an asset. When the Fund writes an option, an amount equal to fair value which is based on the premium received by the Fund is recorded as a liability. When options and warrants are closed, the difference between the premium and the amount paid or received, net of brokerage commissions, or the full amount of the premium if the option expires worthless, is recognized as a realized gain or loss and is presented in the statement of comprehensive income (loss) within net realized gains (losses) on financial assets and liabilities at FVTPL.

Dividend income from financial assets at FVTPL is recognized in the statement of comprehensive income (loss) within dividend income, gross of withholding taxes, when the Fund's right to receive payments is established. Dividends declared on securities sold short are recorded as a dividend expense on the ex-dividend date. Amounts not yet received or paid are included in the statement of financial position in dividends receivable and dividends payable on securities sold short, respectively. Interest for distribution purposes earned on debt securities at FVTPL is recognized in the statement of comprehensive income (loss) on an accrual basis.

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

## 2. Significant accounting policies (continued):

### (ii) 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 in the principal or, in its absence, the most advantageous market to which the Fund has access at that date. The fair value of a liability reflects its non-performance risk.

When available, the Fund measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as "active" if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The Fund measures instruments quoted in an active market at last sale or close price, where the close price falls within the day's bid-ask spread. In circumstances where the close price is not within the day's bid-ask spread, management determines the point within bid-ask spread that is most representative of fair value based on specific facts and circumstances.

The fair value used for financial reporting is consistent with the fair value used for unitholder and related transactions

### (e) Cost of investments:

The cost of investments represents the amount paid for each security and is determined on an average cost basis, excluding commissions and other transaction costs. Realized gains and losses on disposition are determined based on the average cost of investments. Gains and losses arising from changes in the fair value of the investments are included in the statement of comprehensive income (loss) for the year in which they arise.

### (f) Offsetting financial instruments:

Financial assets and liabilities are offset and the net amount reported in the statement of financial position where the Fund currently has a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realized the asset and settle the liability simultaneously. Income and expenses are presented on a net basis for gains and losses from financial instruments at FVTPL.

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

## 2. Significant accounting policies (continued):

### (g) Cash and cash equivalents:

Cash and cash equivalents consist of cash on deposit and short-term deposits with terms to maturity of less than three months at acquisition.

### (h) Payable for investments purchased/receivable for investments sold:

Amounts receivable for investments sold and amounts payable for investments purchased that have been contracted are recorded on the statement of financial position at the amount to be received or delivered.

### (i) Redeemable units and net assets attributable to holders of redeemable units:

The Fund issues multiple classes of redeemable units, which are redeemable at the holder's option and do not have identical features and, therefore, are classified as financial liabilities. For each Fund unit sold, the Fund receives an amount equal to the net asset value per unit at the date of sale, which amount is included in net assets attributable to holders of redeemable units. For each unit redeemed, net assets attributable to holders of redeemable units are reduced by the net asset value of the unit at the date of redemption. The redeemable shares are measured at the current value of the Fund's net assets and are considered a residual amount of the net assets attributable to holders of redeemable units. There is no difference in the method net asset value and net assets attributable to holders of redeemable units is computed.

The increase (decrease) in net assets attributable to holders of redeemable units per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units by the weighted average number of units outstanding during the year for each class/series, respectively.

### (j) Income allocation:

Income, expenses other than management fees, performance fees, and realized and unrealized capital gains (losses) are distributed among the different classes of units in proportion to the amount invested in them. For management fees and performance fees, please refer to note 6.

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

## 2. Significant accounting policies (continued):

### (k) Net assets attributable to holders of redeemable units per unit:

The net assets attributable to holders of redeemable units per unit is calculated by dividing the net assets attributable to holders of redeemable units of a particular class of units by the total numbers of units of that particular class or series outstanding at the end of the year.

### (l) Commissions and other portfolio transaction costs:

Commissions and other portfolio transaction costs are costs incurred to acquire financial assets or liabilities at FVTPL. They include fees and commissions paid to agents, advisers, brokers and dealers. Transaction costs, when incurred, are immediately recognized in the statement of comprehensive income (loss) as an expense.

### (m) Taxation:

The Fund qualifies as a mutual fund trust under the provisions of the Income Tax Act (Canada) and, accordingly, is not subject to tax on its net taxable income for the tax year which ends in December, including net realized capital gains, which is paid or payable to its unitholders as at the end of the tax year. However, such part of the Fund's net income and net realized capital gains that is not so paid or payable, is subject to income tax. Income tax on net realized capital gains not paid or payable is generally recoverable by virtue of refunding provisions contained in tax legislation, as redemptions occur. It is the intention of the Fund to distribute all of its income and sufficient net realized capital gains so that the Fund will not be subject to income tax.

The Fund is subject to withholding taxes on foreign income. In general, the Fund treats withholding tax as a charge against income for tax purposes.

As at December 31, 2018, the Fund had net capital loss carryforwards of \$399,319 (2017 - nil) and non-capital loss carryforwards of \$14,865 (2017 - nil).

### (n) Critical accounting 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. Actual results may differ from these estimates.

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

### 3. Derivative financial instruments:

The Fund holds the following derivative instruments:

Warrants:

A warrant is a contractual arrangement under which the issuer grants the holder the right, but not the obligation, either to buy at or by a set date or during a set period, a specific amount of securities or a financial instrument at a predetermined price directly from the issuer of the underlying securities. The Fund is exposed to credit risk on purchased warrants only to the extent of their carrying amount, which is their fair value.

The following tables detail the Fund's investments in warrants:

2018:

Description	Maturity date	Strike price	Notional amount
Warrants:			
Alignvest Acquisition Corp. Cannabis Strategies	July 4, 2021	\$ 11.50	\$ 273,700
Acquisition Corp.	December 21, 2025	11.50	409,400

---

The notional amounts of certain types of financial instruments provide a basis for comparison with instruments recognized on the statement of financial position, but they do not necessarily indicate the amounts of future cash flows involved or the current fair value of the instruments and do not, therefore, indicate the Fund's exposure to credit or market price risks. The derivative instruments become favourable (assets) or unfavourable (liabilities) as a result of fluctuations in market prices or foreign exchange rates relative to their terms. The aggregate contractual or notional amount of derivative financial instruments on hand, the extent to which instruments are favourable or unfavourable and, thus, the aggregate fair values of derivative financial assets and liabilities can fluctuate significantly from time to time.

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

## 4. Financial risk management:

### (a) Financial risk factors:

The Fund's investment activities expose it to a variety of financial risks: credit risk, liquidity risk and market risk (including price risk, foreign exchange risk and interest rate risk).

The Fund is also exposed to operational risks, such as custody risk. Custody risk is the risk of loss of securities held in custody occasioned by the insolvency or negligence of the custodian. Although an appropriate legal framework is in place that reduces the risk of loss of value of the securities held by the custodian, in the event of its failure, the ability of the Fund to transfer securities might be temporarily impaired.

The value of investments within the Fund's portfolio can fluctuate on a daily basis as a result of changes in interest rates, economic conditions, the market and company news related to specific securities within the Fund. The level of risk depends on the Fund's investment objective and the types of securities it invests in. The Investment Manager seeks to minimize potential adverse effects of these risks on the Fund's performance by employing professional, experienced portfolio advisors, by daily monitoring of the Fund's positions and market events, and may use derivatives to hedge certain risk exposures. To assist in managing risks, the Investment Manager maintains a governance structure that oversees the Fund's investment activities and monitors compliance with the Fund's stated investment strategies, internal guidelines and securities regulations.

The Fund's investment policy allows it to invest in a variety of financial instruments and utilize various investment strategies in order to meet its objectives. As part of the Fund's risk management practices, investment activities of the Fund are subject to the following investment restrictions, as prescribed in the Offering Memorandum:

The Fund will typically purchase securities through normal market facilities. Purchases of securities under other circumstances will only be permitted where the purchase price for such securities approximates the prevailing market price or is negotiated or established on an arm's-length basis.

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

## 4. Financial risk management (continued):

The Fund uses different methods to measure and manage the various types of risk to which it is exposed; these methods are explained below:

(i) Credit risk:

Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund. The carrying amount of the Fund's assets represents the maximum credit risk exposure.

The Fund's investments in debt instruments and related derivatives represent the main concentration of credit risk. The fair value of these financial instruments includes consideration of the creditworthiness of the issuer. As at December 31, 2018 and 2017, the Fund had no significant investments in debt instruments and/or derivatives.

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

The majority of the cash and cash equivalents and investments of the Fund are held by the Bank of Nova Scotia (the "Prime Broker"). Bankruptcy or insolvency of the Prime Broker may cause the Fund's rights with respect to cash and cash equivalents held by the Prime Broker to be delayed or limited. The Fund monitors its risk by monitoring the credit quality and financial position of the Prime Broker. At the date of the approval of the financial statements, the credit rating for the Prime Broker was A-1.

The Fund has provided the Prime Broker with a general lien over the financial assets held in custody as security for the Prime Broker's exposures relating to provision of custody services to the Fund. The terms under which the general lien is provided are usual and customary services to the Fund. The terms under which the general lien is provided are usual and customary for Prime Broker agreements. As at December 31, 2018, the fair value of financial assets subject to the general lien is \$21,244,541 (2017 - \$5,951,477). The Fund's cash investments are held by highly creditworthy financial institutions.

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

## 4. Financial risk management (continued):

### (ii) Liquidity risk:

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or other financial assets.

The Fund could be exposed to monthly cash redemptions of redeemable units. The Fund manages its liquidity risk by primarily investing in marketable securities and other financial instruments which are traded in active markets and can be readily disposed of under normal market conditions. In addition, the Fund generally retains sufficient cash and cash equivalent positions to maintain liquidity.

Under extraordinary circumstances, the Fund also has the ability to suspend redemptions if this is deemed to be in the best interest of all shareholders. The Fund did not withhold any redemptions or implement any suspension during 2018.

It is the Fund's policy that the Investment Manager monitors the Fund's liquidity position on a daily basis.

The Fund's liabilities are generally expected to be due and paid within 90 days, with the exception of net assets attributable to holders of redeemable units. Redeemable units are redeemable on demand at the holder's option; however, it does not represent significant liquidity risk as holders of these instruments typically retain them for the medium to long term.

### (iii) Market risk:

Market risk is the risk that the fair value of future cash flows of financial instruments will fluctuate due to changes in market variables, such as interest rates, foreign exchange rates and market prices. The following include sensitivity analyses that show how the net assets attributable to holders of redeemable units would have been affected by a reasonably possible change in the relevant risk variable at each reporting date. In practice, the actual results may differ and the differences could be material.



# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

## 4. Financial risk management (continued):

### (a) Price risk:

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk). The Fund is primarily exposed to price risk from its investments in equity securities.

All investments represent a risk of loss of capital. The Investment Manager aims to moderate this risk through careful selection and diversification of securities and other financial instruments in accordance with the Fund's investment objectives and strategy. Except for securities sold short, the maximum risk resulting from financial instruments is determined by the fair value of the financial instruments. Possible losses from securities sold short can be unlimited. The Fund's overall market positions are monitored on a regular basis by the Investment Manager.

The Fund is primarily exposed to price risk from its investments in equity securities and related derivatives. As at December 31, 2018, had the prices on the respective stock exchanges for these securities increased or decreased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$1,234,353 (2017 - \$362,837).

The Fund is also exposed to price risk through the concentration of its investment portfolio, and manages this risk through daily monitoring of the portfolio to comply with the investment strategies outlined in the Fund's Offering Memorandum.

### (b) Foreign exchange risk:

The Fund holds both monetary and non-monetary assets denominated or traded in currencies other than the CAD, the Fund's functional currency. Foreign currency risk arises as the value of future transactions, assets and liabilities denominated in other currencies fluctuate due to changes in foreign exchange rates.

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

## 4. Financial risk management (continued):

The table below summarizes the foreign currencies to which the Fund had significant exposure at December 31, 2018 and 2017 in CAD. The tables also illustrate the potential impact on the net assets attributable to holders of redeemable units if CAD had strengthened or weakened by 5% in relation to the listed currencies, with all other variables held constant.

	2018		2017	
	Currency exposure	% of net assets	Currency exposure	% of net assets
Australian Dollar	\$ (95,432)	(0.67)	\$ (955)	(0.02)
Swiss Franc	(88,964)	(0.62)	7,705	0.18
Danish Krone	(17,821)	(0.13)	14,524	0.33
European Euro	(463,792)	(3.26)	3,611	0.08
Great British Pounds	(232,233)	(1.63)	433	0.01
Japanese Yen	(554,527)	(3.90)	49,008	1.13
Norwegian Krone	72,489	0.51	(11,498)	(0.26)
New Zealand Dollars	(29,149)	(0.20)	657	0.02
Swedish Krona	(182,472)	(1.28)	(4,429)	(0.10)
United States Dollar	2,817,209	19.79	77,344	1.78

As of December 31, 2018, had the value of the CAD strengthened or weakened by 5% in relation to the listed currencies, all other variables held constant, net assets would have decreased or increased by approximately \$61,265 (2017 - \$6,820) or approximately 0.4% (2017 - 0.2%) of total net assets.

### (c) Interest rate risk:

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in prevailing market interest rates.

The majority of the Fund's investments are non-interest bearing and, as such, are not subject to a significant amount of risk arising from fluctuations in interest rates.

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

## 4. Financial risk management (continued):

### (b) Capital risk management:

The capital of the Fund is represented by the net assets attributable to holders of redeemable units. The units are entitled to distributions, if any, and to payment of a proportionate share based on the Fund's net asset value per unit upon redemption. The relevant movements are shown on the statement of changes in net assets attributable to holders of redeemable units. There is no external regulatory requirement to maintain a minimum capital amount.

### (c) Fair value measurement:

The fair value of financial assets and financial liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the year-end date. An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. If a significant movement in fair value occurs subsequent to the close of trading up to midnight on the year-end date, valuation techniques will be applied to determine the fair value.

The fair value of financial assets and liabilities that are not traded in an active market is determined by using valuation techniques. The Fund uses a variety of methods and makes assumptions that are based on market conditions existing at each year-end date. Valuation techniques used for non-standardized financial instruments include the use of comparable recent arm's-length transactions, option pricing models and other valuation techniques commonly used by market participants making the maximum use of market inputs and relying as little as possible on entity-specific inputs.

The fair value hierarchy has the following levels:

- Level 1 - inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 - inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 - inputs are unobservable inputs for the asset or liability.

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

## 4. Financial risk management (continued):

The determination of what constitutes "observable" requires significant judgment by the Fund. The Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

If an asset or liability classified as Level 1 subsequently ceases to be actively traded, it is transferred into Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs; in which case, it is reclassified to Level 3. All transfers are recorded at fair value at the beginning of the year of the transfer.

All investments held by the Fund are classified as Level 1 except for warrants of \$9,520. In 2017, all investment held by the Fund were classified as Level 1,

## 5. Net assets attributable to redeemable units:

Redeemable units:

The Fund is authorized to issue an unlimited number of classes and series of units and an unlimited number of units in each such class or series. Each unit of a class or a series represents an undivided ownership interest in the net asset value of the Fund attributable to that class or series of units. Each unit of a particular series of a class has equal rights to each other unit of the same series with respect to all matters, including voting, receipt of distributions from the Fund, liquidation and other events in connection with the Fund.

Subscriptions are accepted on a monthly basis, subject to applicable law and the Investment Manager's discretion to refuse a subscription in whole or in part. If a fully completed subscription agreement and subscription proceeds in cleared funds are delivered by the last business day of a month, a valuation date, and such subscription is accepted, the units subscribed for will be issued on the first business day of the next month. Units will be issued in series each month at an opening pricing net asset value for each new series of \$10.

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

## **5. Net assets attributable to redeemable units (continued):**

Units may be redeemed as of the last business day of each month (a "Redemption Date"), except in extraordinary circumstances. A request in writing (including, for greater certainty, requests sent by email) with the unitholder's signature, to the satisfaction of the Investment Manager and the Trustee, must be received by the Investment Manager at least one business day prior to the Redemption Date or such other period as permitted by the Investment Manager and the Trustee in their sole discretion. The amount payable to a unitholder for each unit redeemed will be an amount equal to the class net asset value per unit of the relevant series on the Redemption Date, together with the proportionate share attributable to such units of any distribution which has been declared and not paid, less (a) any redemption charges payable, and (b) any withholding or other taxes required to be deducted. The redemption proceeds will typically be paid to the unitholder on or before the fourth business day following the Redemption Date.

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

## 5. Net assets attributable to redeemable units (continued):

During the year ended December 31, 2018 and period ended December 31, 2017, the number of units issued, redeemed and outstanding was as follows:

2018	Units, beginning of period	Issuance of units	Redemption of units	Redesignation of units	Units, end of period
Class A - Initial Series	—	—	(11,086)	49,970	38,884
Class A - 2018 Series 1	—	2,500	—	(2,500)	—
Class A - 2018 Series 2	—	1,409	—	(1,409)	—
Class A - 2018 Series 3	—	37,046	—	(37,046)	—
Class A - 2018 Series 5	—	5,000	—	(5,000)	—
Class A - 2018 Series 7	—	2,500	—	(2,500)	—
Class A - 2018 Series 9	—	2,500	(2,500)	—	—
Class E - Initial Series	175,000	23,403	(63,780)	—	134,623
Class F - Initial Series	—	—	(117,634)	449,270	331,636
Class F - 2017 Series 10	100	—	—	(100)	—
Class F - 2017 Series 11	40,000	—	—	(40,000)	—
Class F - 2017 Series 12	24,950	—	—	(24,950)	—
Class F - 2018 Series 1	—	70,019	(9,930)	(60,089)	—
Class F - 2018 Series 2	—	43,133	(2,593)	(40,540)	—
Class F - 2018 Series 3	—	134,257	(1,938)	(132,319)	—
Class F - 2018 Series 4	—	23,243	—	(23,243)	—
Class F - 2018 Series 5	—	24,521	(8,150)	(16,371)	—
Class F - 2018 Series 6	—	70,417	(19,665)	(50,752)	—
Class F - 2018 Series 7	—	44,275	—	(44,275)	—
Class F - 2018 Series 8	—	15,317	—	(15,317)	—
Class F - 2018 Series 9	—	19,464	—	(19,464)	—
Class F - 2018 Series 11	—	4,460	—	—	4,460
Class UA - Initial Series	—	—	(2,500)	2,500	—
Class UA - 2018 Series 1	—	2,500	—	(2,500)	—
Class UF - Initial Series	—	—	(21,896)	218,526	196,630
Class UF - 2017 Series 12	5,000	—	—	(5,000)	—
Class UF - 2018 Series 2	—	3,100	—	(3,100)	—
Class UF - 2018 Series 4	—	2,000	—	(2,000)	—
Class UF - 2018 Series 6	—	78,684	(11,734)	(66,950)	—
Class UF - 2018 Series 7	—	142,235	—	(142,235)	—
Class UF - 2018 Series 8	—	5,000	—	(5,000)	—
Founder Class - Initial Series	—	—	(59,192)	690,440	631,248
Founder Class - 2017 Series 10	115,000	—	—	(115,000)	—
Founder Class - 2017 Series 11	47,500	—	—	(47,500)	—
Founder Class - 2017 Series 12	10,000	—	—	(10,000)	—
Founder Class - 2018 Series 1	—	206,477	(12,424)	(194,053)	—
Founder Class - 2018 Series 2	—	78,451	—	(78,451)	—
Founder Class - 2018 Series 4	—	9,935	—	(9,935)	—
Founder Class - 2018 Series 5	—	33,501	—	(33,501)	—
Founder Class - 2018 Series 6	—	28,382	—	(28,382)	—
Founder Class - 2018 Series 7	—	205,843	—	(205,843)	—

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

## 5. Net assets attributable to redeemable units (continued):

2017	Units, beginning of period	Issuance of units	Redemption of units	Units, end of period
Class E - Initial Series	—	175,000	—	175,000
Class F - 2017 Series 10	—	100	—	100
Class F - 2017 Series 11	—	40,000	—	40,000
Class F - 2017 Series 12	—	24,950	—	24,950
Class UF - 2017 Series 12	—	5,000	—	5,000
Founder Class - 2017 Series 10	—	115,000	—	115,000
Founder Class - 2017 Series 11	—	47,500	—	47,500
Founder Class - 2017 Series 12	—	10,000	—	10,000

---

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

## 5. Net assets attributable to redeemable units (continued):

The increase (decrease) in net assets attributable to holders of redeemable units per unit for the year ended December 31, 2018 and period ended December 31, 2017 is calculated as follows:

Series	2018			2017		
	Increase (decrease) per series	Weighted average units outstanding	Increase (decrease) per unit	Increase (decrease) per series	Weighted average units outstanding	Increase (decrease) per unit
Class A - Initial Series	\$ (29,734)	48,142	\$ (0.62)	\$ —	—	\$ —
Class A - 2018 Series 1	67	2,500	0.03	—	—	—
Class A - 2018 Series 2	689	1,409	0.49	—	—	—
Class A - 2018 Series 3	13,913	33,883	0.41	—	—	—
Class A - 2018 Series 5	355	5,000	0.07	—	—	—
Class A - 2018 Series 7	375	2,500	0.15	—	—	—
Class A - 2018 Series 9	265	2,500	0.11	—	—	—
Class E - Initial Series	5,526	173,956	0.03	97,180	175,000	0.56
Class F - Initial Series	(172,724)	195,793	(0.88)	—	—	—
Class F - 2017 Series 10	—	—	—	41	100	0.41
Class F - 2017 Series 11	—	—	—	5,812	40,000	0.15
Class F - 2017 Series 12	—	—	—	1,949	24,950	0.08
Class F - 2018 Series 1	4,250	60,810	0.07	—	—	—
Class F - 2018 Series 2	10,590	39,982	0.26	—	—	—
Class F - 2018 Series 3	26,480	125,046	0.21	—	—	—
Class F - 2018 Series 4	4,610	21,138	0.22	—	—	—
Class F - 2018 Series 5	4,225	23,231	0.18	—	—	—
Class F - 2018 Series 6	6,339	68,277	0.09	—	—	—
Class F - 2018 Series 7	7,777	41,665	0.19	—	—	—
Class F - 2018 Series 8	2,049	11,667	0.18	—	—	—
Class F - 2018 Series 9	2,298	17,217	0.13	—	—	—
Class F - 2018 Series 11	(820)	4,460	(0.18)	—	—	—
Class UA - Initial Series	(515)	2,500	(0.21)	—	—	—
Class UA - 2018 Series 1	1,986	2,500	0.79	—	—	—
Class UF - Initial Series	(14,310)	113,613	(0.13)	—	—	—
Class UF - 2017 Series 12	3,956	5,000	0.79	(1,077)	5,000	(0.22)
Class UF - 2018 Series 2	2,609	3,100	0.84	—	—	—
Class UF - 2018 Series 4	1,028	2,000	0.51	—	—	—
Class UF - 2018 Series 6	10,912	77,811	0.14	—	—	—
Class UF - 2018 Series 7	1,234	138,740	0.01	—	—	—
Class UF - 2018 Series 8	353	5,000	0.07	—	—	—
Founder Class - Initial Series	(362,036)	317,005	(1.14)	—	—	—
Founder Class - 2017 Series 10	—	—	—	52,849	115,000	0.46
Founder Class - 2017 Series 11	—	—	—	7,707	47,500	0.16
Founder Class - 2017 Series 12	—	—	—	875	10,000	0.09
Founder Class - 2018 Series 1	23,643	194,416	0.12	—	—	—
Founder Class - 2018 Series 2	13,816	71,455	0.19	—	—	—
Founder Class - 2018 Series 4	1,901	8,853	0.21	—	—	—
Founder Class - 2018 Series 5	5,534	30,608	0.18	—	—	—
Founder Class - 2018 Series 6	2,902	25,909	0.11	—	—	—
Founder Class - 2018 Series 7	39,339	205,843	0.19	—	—	—



# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

## 6. Related party transactions:

### (a) Management fees:

As consideration for the services provided by the Investment Manager, the Fund pays the Investment Manager a management fee, monthly in arrears, calculated as:

- (i) 1/12 of 2.0% of the aggregate of the net asset value of the Class A and Class UA units on the last business day of the preceding month;
- (ii) 1/12 of 1.0% of the aggregate of the net asset value of the Class F, Class UF, Class J and Class UJ units on the last business day of the preceding month; and
- (iii) 1/12 of 1.5% of the aggregate of the net asset value of Class I and Class UI units on the last business day of the preceding month.
- (iv) 1/12 of 1.25% of the aggregate of the net asset value of the Founder, Class W and Class UW units on the last business day of the preceding month.

### (b) Performance fees:

The Investment Manager is entitled to a quarterly performance fee equal to:

- (i) 20% of the amount by which the performance of each Class A, Class UA, Class F, Class UF, Class I, Class UI, Class J, Class UJ, Class W, and Class UW series exceeds the previous high water mark; and
- (ii) 10% of the amount by which the performance of each Founder series exceeds the previous high water mark.

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

## 6. Related party transactions (continued):

No performance fee shall be paid in respect of a particular series of the class of units unless the class net asset value per unit of the class of units of that series exceeds the highest net asset value per unit of the class of units of that series in respect of which a performance fee has been previously paid, the high water mark and, in such circumstances, a performance fee shall only be paid on that portion of the net profit that exceeds the high water mark. Because the performance fee is calculated on a series-by-series basis, if a new investor purchases units of the class or an existing unitholder purchases additional units of the class, the starting point for the measurement of net profit with respect to that new or additional investment will be the applicable subscription date for such class of units. The previous highest class net asset value per unit of the class of units of any series achieved prior to the purchase of the new units of the class will not be considered in determining whether a performance fee is payable with respect to any such newly issued series of units of the class. As a result, different series of units of the class may have different performance fees payable at the end of the same calculation period, based on the level of net profit relating to each such series during the year during which it was outstanding, and a unitholder may be subject to a performance fee payment with respect to its units of the class in one series even if it incurs a net loss with respect to the aggregate number of units of the class it owns in all series.

### (c) Other expenses:

The Fund is responsible for all of its operating expenses, including legal, audit and all other expenses incurred in the ordinary course of operations. The Investment Manager has elected to absorb certain expenses of the Fund in 2018. For the year ended December 31, 2018, the Investment Manager absorbed nil in audit fees, nil in administration fees, nil in legal fees and nil in other fees were absorbed in 2018 (2017 - \$6,955, \$13,750, \$128, and \$131), respectively.

### (d) Related party shareholdings:

The Investment Manager, its officers and directors invest in units of the Fund from time to time in the normal course of business. All transactions with the Investment Manager are in the normal course of business and are measured at the exchange amounts. As at December 31, 2018, nil of Class F Units were held by the Investment Manager (2017 - 100.0000 Class F Units) and 134,623.0250 of Class E Units and 100.0000 of Founder Class Units were owned by unitholders related to the Investment Manager (2017 - 175,000.0000 Class E Units).

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

## 7. **Soft dollar commissions:**

In allocating brokerage business, consideration may be given by the Investment Manager of the Fund to dealers to furnish research, statistical and other services to the Investment Manager through soft dollar arrangements (the amount ascertained to have been paid for goods and services other than order execution). The total brokerage commission paid to dealers in connection with investment portfolio transactions and amounts of soft dollar commission for the year ended December 31, 2018 is \$6,959 (2017 - nil).

## 8. **Interests in subsidiaries, associates and unconsolidated structured entities:**

The Fund may invest in units of ETFs as part of its investment strategies. The nature and purpose of these ETFs generally, is to manage assets on behalf of third-party investors in accordance with their investment objectives, and are financed through the issuance of units to investors.

In determining whether the Fund has control or significant influence over an ETF, the Fund assesses voting rights, the exposure to variable returns, and its ability to use the voting rights to affect the amount of the returns. In instances where the Fund has control over an ETF, the Fund qualifies as an investment entity under IFRS 10, Consolidated Financial Statements, and therefore, accounts for investments it controls at FVTPL. The Fund's primary purpose is defined by its investment objectives and uses the investment strategies available to it as defined in the Fund's Offering Memorandum to meet those objectives. The Fund also measures and evaluates the performance of any ETFs on a fair value basis.

Investments in ETFs are susceptible to market price risk arising from uncertainty about future values of those ETFs. The maximum exposure to loss from interests in ETFs is equal to the total fair value of the investment in those respective ETFs at any given point in time.

Please refer to the schedule of investments for the details of the Partnership's holdings of unconsolidated structured entities as at December 31, 2018.

The Fund may invest in or hold a short position of units of ETFs as part of its investment strategies. The nature and purpose of these ETFs generally, is to manage assets on behalf of third-party investors in accordance with their investment objectives, and are financed through the issue of units to investors. The maximum exposure to loss from interests in short positions can be unlimited.

The Fund does not have any control or significant influence over these ETFs

# EHP ADVANTAGE INTERNATIONAL FUND

Notes to Financial Statements (continued)

Year ended December 31, 2018

---

**9. Filing exemption:**

The Fund is relying on the exemption contained in Section 2.11(d) of National Instrument 81-106 not to file its financial statements with the Ontario Securities Commission.

**10. Subsequent events:**

The Fund has evaluated the effect of subsequent events on the Fund's financial statements through March 29, 2019, which is the date the financial statements were available to be issued. For the period from January 1, 2019 to March 8, 2019, the Fund had subscriptions of \$16,695 and redemptions of \$1,652,998.

**11. Comparative information:**

Certain comparative information has been reclassified to conform with the financial statement presentation adopted in the current year.