

**Integra Short Term Investment Fund
Semi-Annual Management Report of Fund Performance
As at June 30, 2010**

This semi-annual report of fund performance contains financial highlights but does not contain the complete semi-annual financial statements for the Investment Fund. You may request a copy of the semi-annual financial statements at no cost, by calling 1-800-363-2480, by writing to us at Integra Capital Limited ("Integra"), 2020 Winston Park Drive, Suite 200, Oakville ON L6H 6X7 or by visiting our website at www.integra.com or the SEDAR website at www.sedar.com.

Security holders may also contact us using one of these methods to request a copy of the Fund's proxy voting policies and procedures, proxy voting disclosure record, or portfolio disclosure relating to the Fund.

**Management Discussion of Fund Performance
Results of Operations**

For the six months ended June 30th, the Fund gained 0.10% compared to a 0.17% return achieved by the Fund's benchmark (100% DEX 91-day Government of Canada Treasury Bill Total Return Index). These returns are gross of fees.

Economic activity in Canada is generally occurring as was expected by the Bank of Canada, albeit the global expansion is unfolding at a slightly slower pace than was anticipated. The domestic employment market is in much better shape than in most other developed economies. Moving forward the Bank of Canada expects that business investment and net exports will make a relatively larger contribution to growth than in recent months.

On June 1st the Bank of Canada raised its target for the overnight rate by one-quarter of one percent to ½ percent in response to the strength in domestic spending, although inflation remains contained.

The Fund experienced net redemptions of \$2.9 million during the first six months of 2010.

Fund expenses vary period over period mainly as the result of changes in average Net Asset Values and investment activity. Due to the current low interest rate environment, the returns generated by the Fund, which currently invests solely in Government of Canada treasury bills, are muted. As a result, Integra subsidized \$30.5 thousand of fund expenses during the first six months of 2010.

Recent Developments

June's core CPI was slightly lower than expectations. Clothing and footwear items surprised to the downside. Despite the increased demand for seasonal items due to the warmer than normal June, retailers still seemed willing to offer discounts. Other broad core categories such as personal care items, household items and recreational goods and services saw the expected price increases, which more than offset the drag from clothing, allowing the core rate to rise 0.1% on a seasonally adjusted basis. The year over year core rate, at 1.7%, remains close enough to the Bank of Canada's 2% target for the recovering economy to warrant raising interest rates.

On July 20th, the Bank of Canada raised its target overnight rate by a further 25 basis points (one-quarter of 1%) to 3/4 percent.

With the HST coming into effect in July, inflation should spike above the Bank's 2% target and remain there for the balance of the year and early 2011. However, core prices are not likely to demonstrate similar upward pressure.

In view of the current low interest rate environment, the management fee rebate for the Integra Short Term Investment Fund will continue on a temporary basis.

**Related Party Transactions
Manager, Portfolio Manager and Transfer Agent**

The Fund is managed by Integra. Integra provides or arranges for the provision of all general management and administrative services rendered by the Fund in its day-to-day operations, including providing or arranging the provision of investment advice and record-keeping services for the Fund.

As a result of providing investment advisory and management services, Integra is entitled to receive a monthly fee from investors in the Fund.

Caution Regarding Forward-looking Statements

This report may contain forward-looking statements about the Fund, including its strategies and expected performance. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to potential future events or market and economic conditions.

In addition, any statement that may be made concerning future performance, strategies or prospects and possible future Fund action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to risks, uncertainties and assumptions about the Fund and capital market and economic factors.

Forward-looking statements are not guarantees of future performance, and actual events and results may differ materially from those expressed or implied in any forward-looking statements made by the Fund. A wide range of factors may contribute to these variances, including general economic, geopolitical and market influences in Canada or globally, interest rates and currencies, capital markets, technology innovations, regulations and catastrophic events.

Investors are encouraged to consider these and other factors including their own investment objectives carefully before making any investment decisions and are urged to avoid placing undue reliance on forward-looking statements.

Additionally, investors should be aware that the Fund has no specific intention to update any forward-looking statements whether as a result of new information or future events, prior to the release of the next Management Report on Fund Performance.

Integra Short Term Investment Fund
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 six-month period ended June 30, 2010 and for the remaining financial years ended December 31, as indicated. This information is derived from the Fund's unaudited interim financial statements and audited annual financial statements.

The Fund's Net Asset Value (NAV) per [Unit Data]

| For the periods ended | June 30, 2010 | Dec 31, 2009 | Dec 31, 2008 | Dec 31, 2007 | Dec 31, 2006 |
|--|------------------|-----------------|-----------------|-----------------|-----------------|
| Net Asset Value, beginning of period | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 |
| Adjustment for new accounting standards | — | — | — | — | — |
| Net Assets, beginning of period | \$1.00 | \$1.00 | \$1.00 | \$1.00 | — |
| Increase (decrease) from operations: | | | | | |
| total revenue | — | 0.01 | 0.02 | 0.04 | 0.04 |
| total expenses | — | — | — | — | — |
| realized gains (losses) | — | — | — | — | — |
| unrealized gains (losses) | — | — | — | — | — |
| Total increase (decrease) from operations⁽¹⁾ | \$0.00 | \$0.01 | \$0.02 | \$0.04 | \$0.04 |
| Distributions: | | | | | |
| From income (excluding dividends) | — | (0.01) | (0.02) | (0.04) | (0.04) |
| From dividends | — | — | — | — | — |
| From capital gains | — | — | — | — | — |
| Return of capital | — | — | — | — | — |
| Total Annual Distributions⁽²⁾ | \$0.00 | (\$0.01) | (\$0.02) | (\$0.04) | (\$0.04) |
| Net Assets, end of period | \$1.00 | \$1.00 | \$1.00 | \$1.00 | \$1.00 |

Ratios and Supplemental Data (Based on trading NAV)

| | 2010 | 2009 | 2008 | 2007 | 2006 |
|--|------------|------------|------------|------------|------------|
| Net Asset Value (000's) | \$42,484 | \$45,278 | \$67,573 | \$45,733 | \$55,512 |
| Number of units outstanding | 42,483,546 | 42,278,276 | 67,572,897 | 45,733,188 | 55,511,604 |
| Management expense ratio | 0.97% | 0.93% | 0.96% | 1.05% | 1.04% |
| Management expense ratio before waivers or absorptions | 0.97% | 0.98% | 0.96% | 1.05% | 1.04% |
| Portfolio turnover rate ⁽³⁾ | N/A | N/A | N/A | N/A | N/A |
| Trading expense ratio ⁽⁴⁾ | — | — | — | — | — |

Supplementary information to the Financial Highlights calculations are based on the following:

1. Net asset 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 period.
2. Distributions were paid in cash/reinvested in additional units of the Fund, or both.
3. The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period. 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 Values during the period.

Integra Short Term Investment Fund Past Performance

The performance information shown assumes that all distributions made by the investment fund in the periods shown were reinvested in additional securities of the investment fund. Note that the performance information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance. How the investment fund has performed in the past does not necessarily indicate how it will perform in the future.

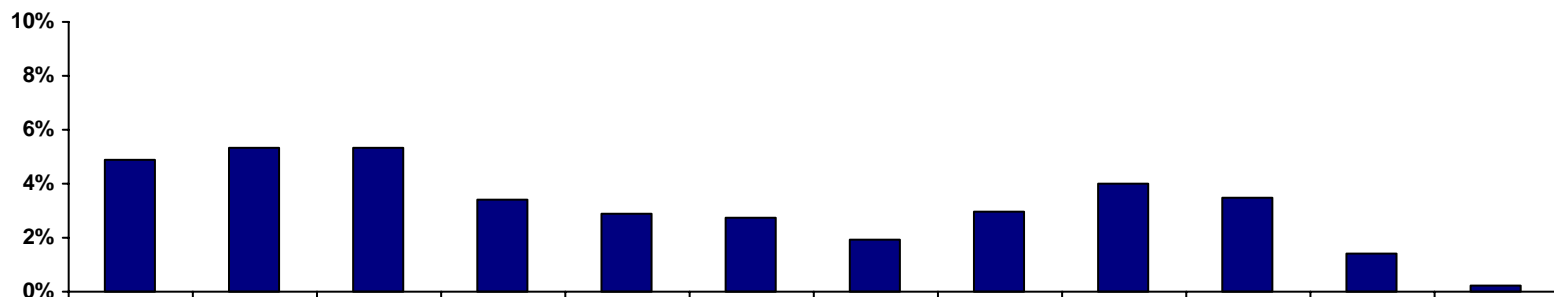
Fund Inception - August 14, 1992 (Prior to this date, the Fund was a non-public mutual fund)
Year-by-Year Returns

The following bar chart shows the investment fund's annual performance for each of the years shown, and illustrates how the investment fund's performance was changed from year to year. In percentage terms, the bar chart shows how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.

Annual Returns Chart

Annual Returns ending June 30

| 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
|------|------|------|------|------|------|------|------|------|------|------|------|
| 4.90 | 5.37 | 5.34 | 3.43 | 2.87 | 2.75 | 1.96 | 2.96 | 3.97 | 3.47 | 1.38 | 0.25 |



Integra Short Term Investment Fund
Summary of Investment Portfolio as at June 30, 2010

Asset Mix

| | % of Fund's Net Assets |
|----------------------------------|---------------------------|
| Cash and Cash Equivalents | 99.15% |
| Other Assets, Net of Liabilities | 0.85% |

Sector Mix

| | % of Fund's Net Assets |
|----------------|---------------------------|
| Treasury Bills | 99.15% |

Total Fund Net Assets \$ 42,483,546

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the investment fund. The most recent report, semi-annual report or quarterly report is available at no cost, by calling 1-800-363-2480, by writing to us at Integra Capital Limited, 2020 Winston Park Drive, Suite 200, Oakville, ON, L6H 6X7 or by visiting our website at www.integra.com

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