

Financial Statements

## **Integra Emerging Markets Equity Fund**

June 30, 2011

## Integra Emerging Markets Equity Fund

### Statement of Net Assets (unaudited)

	June 30, 2011	December 31, 2010
<b>ASSETS</b>		
Investments at fair value	\$52,546,983	\$45,730,797
Cash	737,144	442,530
Accrued dividend receivable	187,984	\$24,373
Subscriptions receivable	360,374	100,737
Receivable for securities sold	164,219	—
<b>Total assets</b>	<b>53,996,704</b>	<b>46,298,437</b>
<b>LIABILITIES</b>		
Accrued expenses	150,439	\$30,609
Payable for securities purchased	469,350	—
Redemptions payable	655	—
<b>Total liabilities</b>	<b>620,444</b>	<b>30,609</b>
<b>NET ASSETS REPRESENTING UNITHOLDERS' EQUITY</b>	<b>\$53,376,260</b>	<b>\$46,267,828</b>
<b>UNITS OUTSTANDING</b> (note 3)	<b>5,345,563</b>	<b>4,574,197</b>
<b>NET ASSETS PER UNIT</b> (note 11)	<b>\$9.99</b>	<b>\$10.11</b>
<b>NET ASSET VALUE PER UNIT - INDUSTRY STANDARD FOR TRANSACTIONS</b> (note 11)	<b>\$10.01</b>	<b>\$10.18</b>

(See accompanying notes)

## Integra Emerging Markets Equity Fund

### Statement of Operations (unaudited)

Six months ended June 30

	2011	2010
<b>INCOME</b>		
Dividend	753,692	—
Revenue from securities lending	361	—
	<b>754,053</b>	<b>—</b>
<b>EXPENSES</b>		
Custodial fees	108,589	—
Operating expenses	9,446	—
Audit fees	16,764	—
Securityholder reporting costs	472	—
Investment performance monitoring fees	3,778	—
Harmonized Sales Tax	18,076	—
	<b>157,125</b>	<b>—</b>
<b>NET INVESTMENT INCOME</b>	<b>596,928</b>	<b>—</b>
<b>REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS</b>		
Net realized loss on sale of investments	(1,114,677)	—
Net realized loss on foreign exchange forward contracts	(4,305)	—
Net realized loss on foreign exchange	(35,469)	—
Net unrealized loss on foreign exchange	(1,364)	—
Transaction costs (note 6)	(115,862)	—
Change in unrealized appreciation of investments	113,264	—
<b>NET LOSS ON INVESTMENTS AND TRANSACTION COSTS</b>	<b>(1,158,413)</b>	<b>—</b>
<b>DECREASE IN NET ASSETS FROM OPERATIONS</b>	<b>(\$561,485)</b>	<b>—</b>
<b>Decrease in net assets from operations per unit</b> (Based on the average number of units outstanding during the period)	<b>(\$0.12)</b>	<b>—</b>

(See accompanying notes)

### Statement of Changes in Net Assets (unaudited)

Six months ended June 30

	2011	2010
<b>NET ASSETS, BEGINNING OF PERIOD</b>	<b>\$46,267,828</b>	<b>\$10</b>
Decrease in net assets from operations	(561,485)	—
<b>CAPITAL UNIT TRANSACTIONS (note 3)</b>		
Proceeds from issuance of units	10,549,700	—
Payments on redemptions	(2,879,783)	—
	<b>7,669,917</b>	<b>—</b>
Increase in net assets for the period	<b>\$7,108,432</b>	<b>—</b>
<b>NET ASSETS, END OF PERIOD</b>	<b>\$53,376,260</b>	<b>\$10</b>

(See accompanying notes)

## Integra Emerging Markets Equity Fund

### Statement of Investments (unaudited)

As at June 30, 2011

	Number of Shares	Average Cost \$	Fair Value \$
<b>COMMON AND PREFERRED SHARES — 98.45%</b>			
<b>Argentina — 0.33%</b>			
Banco Macro Bansud SA, ADR	4,829	193,550	175,606
		<b>193,550</b>	<b>175,606</b>
<b>Brazil — 15.48%</b>			
Banco Bradesco SA, Preferred	9,095	202,298	177,097
Banco do Brasil SA	32,200	672,339	551,405
Brasil Insurance Participacoes e Administracao SA	200	216,781	224,866
BRF - Brasil Foods SA	24,700	456,466	404,357
Cia. Hering	8,400	146,048	186,033
Cielo SA	8,600	211,106	206,135
Companhia Brasileira de Distribuicao Grupo Pao deAcucar, ADR	1,722	65,618	76,630
Companhia de Bebidas das Americas, ADR, Preferred	26,603	769,409	865,746
Companhia Paranaense de Energia-Copel, Preferred, Series 'B'	9,200	238,590	235,862
Companhia Vale do Rio Doce, Preferred, Series 'A'	55,300	1,680,020	1,524,663
Even Construtora e Incorporadora SA	37,800	206,306	183,542
lochpe-Maxion SA	8,700	128,120	112,865
Itau Unibanco Holding SA	17,600	465,793	393,045
Lojas Renner SA	4,781	189,590	175,735
Marcopolo SA, Preferred	22,600	89,461	97,590
OdontoPrev SA	4,000	57,604	64,247
Petróleo Brasileiro SA, ADR	43,148	1,461,517	1,409,170
Porto Seguro SA	5,900	93,095	88,241
Souza Cruz SA	26,880	282,354	327,128
Sul America SA	4,673	54,616	55,889
Tecnisa SA	37,000	290,634	294,858
Telecomunicações de São Paulo SA, Preferred	8,990	199,438	251,860
Tim Participações SA, ADR	4,685	164,332	222,412
Tractebel Energia SA	7,700	127,602	130,336
		<b>8,469,137</b>	<b>8,259,712</b>
<b>British Virgin Islands — 0.41%</b>			
Arcos Dorados Holdings Inc., Class 'A'	11,119	205,390	220,306
		<b>205,390</b>	<b>220,306</b>
<b>Chile — 0.61%</b>			
Banco Santander Chile SA, ADR	1,982	184,741	179,385
Enersis SA, ADR	6,672	141,101	148,551
		<b>325,842</b>	<b>327,936</b>
<b>China — 11.49%</b>			
Bank of China Ltd., Class 'H'	1,058,300	582,309	497,475
China Communications Construction Co. Ltd., Class 'H'	280,000	249,380	230,594
China Construction Bank, Class 'H'	848,640	785,347	678,901
China Life Insurance Co. Ltd., Series 'H'	20,000	90,483	65,859
China National Building Material Co. Ltd., Class 'H'	150,000	204,871	283,530
China National Materials Co. Ltd., Class 'H'	277,000	247,091	218,504
China Petroleum and Chemical Corp. (Sinopec), Series 'H'	238,000	230,493	230,247
China Shenhua Energy Co. Ltd.	48,000	219,434	220,871
China Telecom Corp. Ltd., Series 'H'	540,000	302,568	336,887
Country Garden Holdings Co.	545,000	219,472	230,502
Focus Media Holding Ltd., ADR	4,064	98,611	121,901
Great Wall Motor Co. Ltd., Class 'H'	156,000	241,990	246,887
Industrial and Commercial Bank of China, Class 'H'	1,150,300	899,505	841,756
Intime Department Store Group Co. Ltd.	145,000	228,260	237,391
PetroChina Co. Ltd., Series 'H'	534,000	714,850	751,065
PICC Property and Casualty Co. Ltd., Series 'H'	126,000	188,399	206,285

## Integra Emerging Markets Equity Fund

### Statement of Investments (unaudited)

As at June 30, 2011

	Number of Shares	Average Cost \$	Fair Value \$
Ping An Insurance (Group) Co. of China Ltd.	57,500	638,560	571,603
Xiniao Gas Holdings Ltd.	50,000	158,575	162,478
		<b>6,300,198</b>	<b>6,132,736</b>
<b>Hong Kong — 4.96%</b>			
Air China Ltd., Class 'H'	138,000	195,239	137,613
China Mobile Ltd.	102,000	1,028,547	910,236
China Resources Power Holdings Co. Ltd.	158,000	307,221	295,516
CNOOC Ltd.	170,000	358,718	382,902
GCL Poly Energy Holdings Ltd.	284,000	183,594	141,249
GOME Electrical Appliances Holding Ltd.	716,000	270,762	275,295
KWG Property Holding Ltd.	158,000	118,750	101,118
Lenovo Group Ltd.	738,000	477,750	404,578
		<b>2,940,581</b>	<b>2,648,507</b>
<b>Hungary — 0.40%</b>			
MOL Hungarian Oil and Gas Co. PLC	1,916	247,183	211,537
		<b>247,183</b>	<b>211,537</b>
<b>India — 3.65%</b>			
Dr. Reddy's Laboratories Ltd., ADR	4,413	168,037	146,041
HDFC Bank Ltd., ADR	938	156,156	159,381
ICICI Bank Ltd., ADR	11,839	560,103	563,293
Infosys Technologies Ltd., ADR	5,676	392,566	357,160
Mahindra & Mahindra Ltd.	24,311	396,194	364,608
Reliance Energy Ltd., GDR, Registered	5,146	190,779	173,030
Tata Motors Ltd., ADR	8,616	235,965	187,011
		<b>2,099,800</b>	<b>1,950,524</b>
<b>Indonesia — 1.80%</b>			
Harum Energy TBK PT	130,500	137,326	140,258
Indo Tambangraya Megah PT	25,500	142,589	128,424
PT Bank Mandiri	196,188	140,623	157,867
PT Bank Rakyat Indonesia TBK	271,500	199,718	198,608
PT Indofood Sukses Makmur TBK	244,000	139,248	157,896
PT International Nickel Indonesia TBK	359,500	200,686	180,041
		<b>960,190</b>	<b>963,094</b>
<b>Luxembourg — 0.34%</b>			
MHP SA	11,229	187,907	178,812
		<b>187,907</b>	<b>178,812</b>
<b>Malaysia — 3.02%</b>			
Axiata Group BHD	180,000	263,438	288,235
Genting BHD	118,700	423,357	422,643
Malayan Banking BHD	177,900	517,978	507,767
Telekom Malaysia BHD	123,600	154,881	155,256
Tenaga Nasional BHD	110,200	240,112	237,399
		<b>1,599,766</b>	<b>1,611,300</b>
<b>Mexico — 5.96%</b>			
Alfa SA, Series 'A'	25,200	262,487	359,927
America Movil SA de CV, Series 'L', ADR	15,739	865,983	818,422
Embotelladoras Arca SA, Series 'B'	3,986	21,662	27,395
Fomento Economico Mexicano SAB de CV	88,500	509,235	567,010
GRUMA SAB de CV, Class 'B'	89,857	168,767	174,449

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As at June 30, 2011

	Number of Shares	Average Cost \$	Fair Value \$
Grupo Financiero Banorte SA de CV	71,694	319,246	313,304
Grupo México SAB de CV, Series 'B'	45,100	154,801	143,492
Grupo Televisa SA, ADR	14,118	335,107	335,046
Industrias Penoles SA de CV	12,295	378,314	443,870
		<b>3,015,602</b>	<b>3,182,915</b>
<b>Peru — 0.45%</b>			
Compañía de Minas Buenaventura SA, ADR, Series 'B'	4,862	218,636	178,120
Credicorp Ltd.	762	88,561	60,384
		<b>307,197</b>	<b>238,504</b>
<b>Philippines — 0.26%</b>			
Alliance Global Group Inc.	560,800	149,622	136,384
		<b>149,622</b>	<b>136,384</b>
<b>Poland — 2.45%</b>			
KGHM Polska Miedz SA	11,241	575,811	778,491
Polska Grupa Energetyczna SA	17,515	143,506	147,468
Polski Koncern Naftowy Orlen SA	21,013	340,045	381,910
		<b>1,059,362</b>	<b>1,307,869</b>
<b>Russia — 7.02%</b>			
Gazprom OAO, ADR	96,519	1,227,360	1,355,340
LUKOIL, ADR	11,095	641,734	682,621
Mining and Metallurgical Co. Norilsk Nickel, ADR	10,885	215,288	273,763
Pharmstandart, GDR	6,443	164,780	141,463
Sberbank	216,014	724,138	725,493
Severstal, GDR, Registered	11,197	204,039	197,970
Sistema, GDR, Registered	14,948	384,680	369,025
		<b>3,562,019</b>	<b>3,745,675</b>
<b>South Africa — 6.29%</b>			
African Bank Investments Ltd.	27,788	137,527	135,179
Imperial Holdings Ltd.	17,003	299,102	293,504
Kumba Iron Ore Ltd.	3,782	257,251	260,142
Lewis Group Ltd.	11,530	132,045	138,771
Mr. Price Group Ltd.	41,799	367,931	404,949
MTN Group Ltd.	11,729	243,143	239,885
RMI Holdings	32,664	64,724	57,431
Sanlam Ltd.	115,803	453,689	454,201
Sasol Ltd.	13,095	681,332	658,875
Vodacom Group Ltd.	32,444	335,856	387,574
Woolworths Holdings Ltd.	76,974	306,409	325,029
		<b>3,279,009</b>	<b>3,355,540</b>

## Integra Emerging Markets Equity Fund

### Statement of Investments (unaudited)

As at June 30, 2011

	Number of Shares	Average Cost \$	Fair Value \$
<b>South Korea — 16.29%</b>			
Daelim Industrial Co. Ltd.	4,162	343,140	481,566
GS Holdings Corp.	3,553	206,219	250,836
Hana Financial Group Inc.	7,600	271,005	255,908
Hynix Semiconductor Inc.	16,260	470,902	367,455
Hyundai Department Store Co. Ltd.	1,686	221,593	264,424
Hyundai Heavy Industries Co. Ltd.	1,011	406,792	404,854
Hyundai Motor Co. Ltd.	4,142	689,202	887,364
Industrial Bank of Korea	23,510	362,046	396,346
KB Financial Group Inc.	9,291	458,384	424,128
KCC Corp.	392	126,474	118,175
Kia Motors Corp.	11,599	495,609	757,009
Kolon Industries Inc.	1,342	103,162	124,949
Korea Zinc Co. Ltd.	801	283,223	296,141
KP Chemical Corp.	10,450	230,011	231,433
LG Chem Ltd.	1,103	352,305	486,064
LG Electronics Inc.	1,733	161,898	129,866
LG International Corp.	4,750	157,694	233,580
Melfas Inc.	3,029	124,619	83,921
POSCO, ADR	2,256	249,013	236,299
Samsung Electronics Co. Ltd.	2,000	1,409,778	1,491,514
SK Corp.	2,732	386,338	456,873
Woori Finance Holdings Co. Ltd.	25,210	320,930	316,761
		<b>7,830,337</b>	<b>8,695,466</b>
<b>Taiwan — 11.76%</b>			
Asustek Computer Inc.	17,000	157,185	162,505
Catcher Technology Co. Ltd.	50,000	312,255	303,237
China Petrochemical Development Corp.	150,000	178,779	165,058
Chunghwa Telecom Co. Ltd.	111,200	339,055	368,771
Coretronic Corp.	69,000	110,081	105,022
E. Sun Financial Holding Co. Ltd.	200,000	120,760	136,751
Far Eastern New Century Corp.	168,000	268,167	251,191
Formosa Chemicals & Fibre Corp.	129,000	413,522	461,609
Formosa Plastics Corp.	39,000	120,444	134,971
Foxconn Technology Co. Ltd.	65,000	282,961	258,801
Fubon Financial Holding Co. Ltd.	182,000	263,895	269,372
Hon Hai Precision Industry Co. Ltd.	44,000	171,437	145,325
HTC Corp.	6,000	235,685	194,744
Largan Precision Co. Ltd.	5,123	123,887	158,361
Mega Financial Holding Co. Ltd.	586,000	431,283	493,220
MJC Probe Inc.	45,000	176,999	170,854
Powertech Technology Inc.	72,000	246,741	232,241
President Chain Store Corp.	37,000	156,770	205,748
Simplo Technology Co. Ltd.	38,000	281,284	295,575
SinoPac Holdings Co.	337,000	145,710	139,840
Taiwan Cement Corp.	153,108	178,993	219,665
Taiwan Mobile Co. Ltd.	163,000	401,978	425,543
Taiwan Semiconductor Manufacturing Co. Ltd.	386,000	883,479	933,802
Yageo Corp.	104,000	44,515	45,427
		<b>6,045,865</b>	<b>6,277,633</b>
<b>Thailand — 2.34%</b>			
Advanced Info Service Public Co. Ltd., Registered	66,500	215,401	216,193
Bangkok Bank Public Co. Ltd., Registered	98,700	529,902	488,290
Charoen Pokphand Foods Public Co. Ltd.	173,500	145,263	159,406
PTT Public Co. Ltd.	36,700	405,434	385,029
		<b>1,296,000</b>	<b>1,248,918</b>

## Integra Emerging Markets Equity Fund

### Statement of Investments (unaudited)

As at June 30, 2011

	Number of Shares	Average Cost \$	Fair Value \$
<b>Turkey — 1.23%</b>			
Ford Otomotiv Sanayi AS	35,000	324,100	289,114
Koc Holding AS	22,138	97,631	91,829
Turk Telekomunikasyon AS	54,816	280,809	276,893
		<b>702,540</b>	<b>657,836</b>
<b>United Kingdom — 0.97%</b>			
Anglo American PLC	3,919	190,298	187,418
Antofagasta PLC	10,987	241,867	237,137
New World Resources PLC, Class 'A'	6,800	90,936	95,509
		<b>523,101</b>	<b>520,064</b>
<b>United States — 0.94%</b>			
Bunge Ltd.	4,800	317,652	318,668
OAO Tatneft, GDR, Registered	4,362	144,978	181,441
		<b>462,630</b>	<b>500,109</b>
<b>TOTAL EQUITIES — 98.45%</b>		<b>51,762,828</b>	<b>52,546,983</b>
<b>TRANSACTION COSTS</b>		<b>(81,292)</b>	
<b>TOTAL INVESTMENT PORTFOLIO — 98.45%</b>		<b>51,681,536</b>	<b>52,546,983</b>
<b>OTHER ASSETS, NET OF LIABILITIES — 1.55%</b>			<b>829,277</b>
<b>NET ASSETS — 100.00%</b>			<b>53,376,260</b>

(See accompanying notes)

## Integra Emerging Markets Equity Fund

### Risk Disclosures

#### Financial Instruments Risk

Investment activities of the Integra Emerging Markets Equity Fund (the "Fund") expose it to some financial risks. The Fund's overall risk management program seeks to minimize the potentially adverse effect of risk on the Fund's financial performance in a manner consistent with the Fund's investment objectives and long-term investment time horizon.

#### Risk Management

The Fund's objective is to achieve long-term capital appreciation through a portfolio of stocks in various emerging or developing countries around the world. This will include stocks in both large and small capitalization issuers. The portfolio is sufficiently diversified to reduce some of the investment risk inherent in investing in Emerging Market countries, which can be potentially volatile.

The Fund may hold up to an aggregate of 10% in cash and cash equivalents.

Principal Global Investors LLC, the Fund's sub-advisor (the "Sub-Advisor"), believes superior stocks are characterized by companies with three key attributes

- improving and sustainable business fundamentals
- rising investor expectations
- attractive relative valuation

The Sub-Advisor believes bottom-up stock selection is the most reliable and repeatable source of out-performance.

The Fund may enter into securities lending transactions. Securities lending transactions will be used in conjunction with the Fund's other investment strategies in a manner considered most appropriate by Integra Capital Limited (the "Manager") to achieve the Fund's investment objectives and to enhance the Fund's returns.

To assist with managing risk, the Manager also maintains a governance structure that oversees the Fund's investment activities and monitors compliance with the Fund's stated investment strategy and securities regulations.

#### Credit Risk

Credit risk on financial instruments is the risk of a loss occurring as a result of the default of an issuer on its obligation to a Fund. Credit risk is managed by dealing with issuers that are believed to be creditworthy and by regular monitoring of credit exposures. Additionally, credit risk is reduced by diversification of issuer, industry and geography.

As at June 30, 2011 and June 30, 2010, the Fund had no significant investments in debt instruments and/or derivatives.

#### Counterparty Credit Risk

Counterparty credit risk primarily emanates from the use of over-the-counter derivatives. This risk is minimized by selecting counterparties who have a minimum A credit rating. Ongoing monitoring of credit events/rating developments occurs to ensure the sustainable credit quality of the counterparty. Various factors are considered in the assessment process including fundamental components of the counterparty's profile (such as capital adequacy, asset quality, profitability and liquidity) and credit ratings assigned to the counterparty.

#### Currency Risk

Changes in the value of the Canadian dollar compared to foreign currencies will affect the value, in Canadian dollars, of any foreign securities held in the Fund. From time to time, the Fund may manage currency risk through foreign currency hedging strategies.

The tables below indicate the currencies to which the Fund had exposure on its trading monetary assets and liabilities as well as the underlying principal amount of foreign exchange contracts.

## Integra Emerging Markets Equity Fund

### Risk Disclosures

Currency (As at June 30, 2011)	Currency Risk Exposed Holdings*	Foreign Exchange Contracts	Net Exposure	As a % of Net Assets
U.S. Dollar	\$11,457,862	\$110,101	\$11,567,963	21.67%
Hong Kong Dollar	8,673,229	—	8,673,229	16.25%
South Korean Won	8,459,167	—	8,459,167	15.85%
Taiwan Dollar	6,525,274	—	6,525,274	12.23%
Brazilian Real	5,770,088	—	5,770,088	10.81%
South African Rand	3,386,832	—	3,386,832	6.35%
Mexican Peso	2,029,447	—	2,029,447	3.80%
Malaysian Ringgit	1,622,757	—	1,622,757	3.04%
Polish Zloty	1,307,869	—	1,307,869	2.45%
Thai Baht	1,248,918	50,793	1,299,711	2.43%
Indonesian Rupiah	965,224	—	965,224	1.81%
New Turkish Lira	657,836	—	657,836	1.23%
British Pound	520,064	—	520,064	0.97%
Hungarian Forint	211,537	—	211,537	0.40%
Philippine Peso	136,384	—	136,384	0.26%
China Renminbi	31,396	—	31,396	0.06%

\*Amounts include monetary items.

As at June 30, 2011, had the Canadian dollar strengthened or weakened by 5% in relation to all currencies, with all other variables held constant, net assets would have decreased or increased, respectively, by approximately \$2,658,239 (June 30, 2010- nil). In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

#### Interest Rate Risk

Changes in market interest rates expose fixed income securities, such as bonds, to interest rate risk. Funds that hold income investments are exposed to this risk since changes in prevailing market interest rates will affect the value of fixed income securities.

The majority of the Fund's financial assets and liabilities are non-interest bearing. Accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing levels of market interest rates.

## Integra Emerging Markets Equity Fund

### Risk Disclosures

#### Liquidity Risk

Unitholders may redeem their units on each valuation date. Therefore, the Fund is invested in securities that are traded in active markets and can be readily disposed. The Fund retains sufficient cash and cash equivalent positions to maintain liquidity.

#### Other Market Risk

Other market risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment. All securities present a risk of loss of capital. The Sub-Advisor moderates this risk through a careful selection of investment strategies and selection of securities and other financial instruments within the parameters of the investment strategy developed by the Manager of the Fund.

As at June 30, 2011, a 5% change in stock prices would have changed the Fund's net assets by \$2,627,349 (June 30, 2010-nil) with all other factors

The impact on net assets of the Fund as at June 30, 2011, due to a 5% increase or decrease in the Fund's benchmark (MSCI Emerging World ND Index), with all other variables held constant, would have been \$3,741,676 (June 30, 2010-nil). This calculation is based on the beta of the Fund since its inception in December 2009. The short period of data available for analysis deems this calculation statistically insignificant. In practice, the actual results may differ from the sensitivity analysis indicated above and the difference could be material.

#### Fair Value Measurements

The Fund adopted the amendments to CICA Section 3862, "Financial Instruments – Disclosures", on January 1, 2009. CICA Section 3862 establishes a three-tier hierarchy as a framework for disclosing fair value based on inputs used to value the Fund's investments. The hierarchy of inputs is summarized below:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices) (Level 2); and
- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

Changes in valuation methods may result in transfers into or out of an investment's assigned level.

The tables below summarize the inputs used in valuing the Fund's financial assets and liabilities carried at fair values:

<b>Classification</b> (As at June 30, 2011)	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Equities	\$52,546,983	—	—	\$52,546,983
<b>Total Financial Assets</b>	<b>\$52,546,983</b>	<b>—</b>	<b>—</b>	<b>\$52,546,983</b>

<b>Classification</b> (As at June 30, 2010)	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Equities	\$—	\$—	\$—	\$—
<b>Total Financial Assets</b>	<b>\$—</b>	<b>\$—</b>	<b>\$—</b>	<b>\$—</b>

## Integra Emerging Markets Equity Fund

### Risk Disclosures

#### Summary of Investment Portfolio

The Fund's summary of investment portfolio appears in the following table:

	Percentage of Net Assets (%)	
	June 30, 2011	December 31, 2010
<b>COMMON AND PREFERRED SHARES</b>		
Argentina	0.33	—
Brazil	15.48	17.68
British Virgin Islands	0.41	—
Chile	0.61	0.4
China	11.49	11.15
Hong Kong	4.96	6.42
Hungary	0.40	—
India	3.65	5.67
Indonesia	1.80	1.42
Luxembourg	0.34	0.3
Malaysia	3.02	1.55
Mexico	5.96	4.15
Netherlands	—	0.37
Peru	0.45	0.61
Philippines	0.26	—
Poland	2.45	2.32
Russia	7.02	6.77
South Africa	6.29	6.34
South Korea	16.29	15.09
Taiwan	11.76	12.89
Thailand	2.34	2.3
Turkey	1.23	1.45
United Kingdom	0.97	0.93
United States	0.94	1.03
<b>TOTAL EQUITIES</b>	<b>98.45</b>	<b>98.84</b>
<b>TOTAL INVESTMENT PORTFOLIO</b>	<b>98.45</b>	<b>98.84</b>
<b>OTHER ASSETS, NET OF LIABILITIES</b>	<b>1.55</b>	<b>1.16</b>
<b>NET ASSETS</b>	<b>100.00</b>	<b>100.00</b>

## Integra Emerging Markets Equity Fund

### Notes to Financial Statements

#### 1. Establishment of the Fund

The Integra Emerging Markets Equity Fund (the "Fund") was created under the laws of the Province of Ontario by a Declaration of Trust. The Fund was established on December 10, 2009 and commenced operations on this date.

The Fund is not a reporting issuer and is exempt, pursuant to National Instrument 81-106, from the requirement to file its financial statement with the regulatory authorities and has notified the Ontario Securities Commission that it is relying on this exemption. The Fund has prepared its financial statement in accordance with National Instrument 81-106.

#### 2. Summary of Significant Accounting Policies

These financial statements, prepared in accordance with Canadian generally accepted accounting principles ("GAAP"), include estimates and assumptions made by management that affect the reported amounts of assets, liabilities, income, and expenses during the reporting periods. Actual results may differ from such estimates.

On January 1, 2008, the Fund adopted the CICA Section 3862, "Financial Instruments - Disclosures" of the CICA Handbook ("Section 3862") and Section 3863, "Financial Instruments - Presentation" ("Section 3863"). These sections establish standards for comprehensive disclosure and presentation requirements for financial instruments. The standards include new requirements to quantify certain risk exposures and to provide sensitivity analysis for certain risks. The disclosure requirements of Sections 3862 and 3863 are contained after the Fund's Statement of Investments.

- [a] Investments are recorded at their fair value in Canadian currency with the difference between this amount and the average cost being shown as unrealized appreciation (depreciation) of investments, net of unrealized gains (losses) resulting from foreign currency translations.
- [b] The fair values of foreign investments and other foreign denominated assets and liabilities are translated into Canadian dollars at exchange rates prevailing on the reporting date.
- [c] Purchases and sales of foreign securities and income and expenses are translated into Canadian dollars at the exchange rates prevailing on the dates of the transactions.
- [d] The gain or loss on sale of investments, net of realized gains (losses) resulting from foreign currency translations, is calculated with reference to the average cost of the related investments, excluding transaction costs.
- [e] Income and expenses are recorded on an accrual basis. Foreign income and expenses are translated into Canadian dollars at the rates of exchange applicable on the valuation date. Security transactions are recorded on the trade date and related transaction costs are charged to income. Dividends are accrued as of the ex-dividend date. Stock dividends are recorded in income based on the fair value of the security.
- [f] Short-term notes are recorded at fair value. The fair value of short-term notes approximates the accrued interest added to the average cost.
- [g] 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 unitholders' equity. Fund units are redeemable at the option of unitholders at their net asset value on the redemption date. For each Fund unit redeemed, unitholders' equity is reduced by the net asset value of the Fund unit at the date of redemption.
- [h] The fair value of a forward contract is the gain or loss that would be realized if, on the valuation date, the positions were closed out. The forward contract is valued using an interpolation of the forward exchange rate based on the length of the forward contract. It is reflected in the Statement of Operations as change in unrealized appreciation (depreciation) on foreign exchange forward contracts. When the forward contracts are closed out, any gains or losses realized are included in net realized gain or loss on foreign exchange forward contracts.

## Integra Emerging Markets Equity Fund

### Notes to Financial Statements

- [i] Commissions and other transaction costs are incremental costs that are directly attributable to the acquisition, issue, or disposal of an investment, which include fees and commissions paid to agents, advisors, levies by regulatory agencies and securities exchanges, and transfer taxes and duties. Commissions and transaction costs are included as expenses in the Statement of Operations.
- [j] 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.

### 3. Unitholders' Equity

Unit transactions during the period were as follows:

	June 30, 2011		December 31, 2010	
	Number of Fund units	Amount \$	Number of Fund units	Amount \$
Subscriptions	1,053,770	10,549,700	4,805,499	48,082,911
Reinvestments	-	-	4,123	41,958
Redemptions	282,404	2,879,783	235,426	2,379,808

The number of issued and outstanding units for the period ended June 30, 2011 is 5,345,563 (December 31, 2010 - 4,574,197).

### 4. Foreign Exchange Forward Contracts

The Fund utilizes foreign exchange forward contract hedging in the management of currency risk associated with its investment in foreign securities. The objective is to protect the Fund from the possibility of capital losses on foreign currency denominated investments due to increases in the value of the Canadian dollar. However, credit and market risks associated with foreign exchange forward contracts potentially expose the Fund to losses.

In order to minimize the possibility of losses arising from credit risk, the Fund deals only with large financial institutions with a minimum A credit rating.

Currency risks relate to the possibility that foreign exchange forward contracts change in value due to fluctuations in currency prices. The foreign exchange forward contracts are marked-to-market daily and the resulting unrealized gains or losses are recognized in the Statement of Net Assets.

The result of employing foreign exchange forward contracts is that the foreign exchange gains and losses in the securities portfolio move substantially in opposite directions from the gains and losses in the hedging portfolio.

As at June 30, 2011 and December 31, 2010, the Fund held no foreign exchange forward contracts.

### 5. Income Taxes

The Fund qualifies as a unit trust under the provisions of the Income Tax Act (Canada). The Fund is subject to tax on its income, including net realized capital gains, for the calendar year which is not paid or payable to the unitholders as at the end of the calendar year. Sufficient distributions of income and of net realized capital gains are made to unitholders of record for the Fund, so that no provision for income taxes is required in the financial statements.

Capital losses incurred by the Fund cannot be allocated to unitholders but may be carried forward indefinitely to apply against realized capital gains. As at December 31, 2010, the Fund had \$73,493 (December 31, 2009 - nil) in net capital loss carryforwards.

### 6. Brokerage Commissions

Brokerage commissions on portfolio transactions may also include research services provided to the investment manager ("soft dollar commissions"). The value of the research services paid to certain brokers for the period ended June 30, 2011 is nil.

## Integra Emerging Markets Equity Fund

### Notes to Financial Statements

#### 7. Securities Lending

The Fund lends portfolio securities from time to time in order to earn additional income. The Fund has entered into a securities lending program with its custodian, CIBC Mellon Global Securities Services. The aggregate market value of all securities cannot exceed 50% of the net assets of the Fund. The Fund receives collateral in the form of debt obligations of the Government of Canada and any other Sovereign States and Canadian provincial government, against the loaned securities. The Fund maintains a minimum collateral requirement of 102% for North American equities and 105% for Non-North American equities of the market value of the loaned securities during the period of the loan. At June 30, 2011, certain securities shown in the Statement of Net Assets with a market value of \$44,835 (June 30, 2010 - nil) had been loaned as part of the securities lending program. The Fund held securities with a market value of \$47,417 (June 30, 2010 - nil) as collateral for such loans. Under the terms of the program, the Fund may instruct that securities be returned within three days.

#### 8. Capital Management

CICA Section 1535, "Capital Disclosures", establishes standards for disclosing information about an entity's capital and how it is managed. The adoption of this standard results in additional disclosures relating to the redeemable units of the Fund but does not affect the Fund's results or financial position. The capital of the Fund is represented by issued redeemable units with no par value. The units of the Fund are entitled to distributions, if any, and any redemptions are based on the Fund's net asset value per unit. The Fund has no restrictions or specific capital requirements on the subscriptions and redemptions of units. The relevant movements are shown on the Statement of Changes in Net Assets. The Fund endeavours to invest its subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions.

#### 9. Management Fees

The trustee has appointed Integra Capital Limited (the "Manager") as manager to administer and regulate the day-to-day operations of the Fund. In return for the services provided, the Manager's parent company, Integra Capital Management Corporation, receives management fees from the Fund's unitholders, based on the net asset value of the Fund. These management fees are paid either by a redemption of units or the unitholder, if an institution, may be invoiced and payment will be delivered to the Manager.

#### 10. Trustee and Other Fees

The Fund is responsible for its operating expenses relating to the carrying on of its business, including custodial services, legal, Independent Review Committee fees (if applicable), audit fees, transfer agency services relating to the issue and redemption of units, and the cost of financial and other reports in compliance with all applicable laws, regulations and policies. Such expenses are calculated and accrued daily based on the average net asset value. The Manager pays for such expenses on behalf of the Fund, except for certain expenses such as interest and taxes, and is then reimbursed by the Fund.

#### 11. Comparison of Net Asset Value Per Unit - Industry Standard for Transactions to Net Assets Per Unit

NI 81-106, issued by the Canadian Securities Administrators ["CSA"] requires investment funds to value their investments using fair value measures as defined in NI 81-106. NI 81-106 requires that fair value prices be based on bid prices, whereas subscriptions and redemptions from the Fund are based on closing prices. Consequently, the method by which the net asset value is calculated for subscription and redemption purposes will be different from the net assets calculated for financial reporting purposes. In accordance with NI 81-106, a comparison of net assets, calculated in accordance with CICA Section 3855 of an investment fund, and net asset value, calculated in accordance with the Manager's fair value policies and procedures for unit pricing, for the period ended June 30 were as follows:

June 30, 2011		December 31, 2010	
Net Asset Value per Unit - Industry Standard for Transactions	Net Assets per Unit	Net Asset Value per Unit - Industry Standard for Transactions	Net Assets per Unit
\$10.01	\$9.99	\$10.18	\$10.11

## Integra Emerging Markets Equity Fund

### Notes to Financial Statements

#### 12. Transition to International Financial Reporting Standards

International Financial Reporting Standards ("IFRS") will replace Canadian GAAP for publicly accountable enterprises, which include investment funds and other reporting issuers. Under the general transition rules for publicly accountable enterprises the Fund would adopt IFRS for their fiscal period beginning January 1, 2011.

On January 12, 2011, the Canadian Accounting Standards Board amended the requirement to prepare financial statements in accordance with IFRS as issued by the International Accounting Standards Board, permitting investment companies, which include investment funds, to defer adoption of IFRS to fiscal years beginning on or after January 1, 2013. The Fund has elected to defer adoption of IFRS to January 1, 2013.

In preparing to meet the requirements, the Manager has taken the following steps in managing the transition to IFRS:

- Established a working group to identify key differences between Canadian GAAP and IFRS and to coordinate the implementation of the transition plan,
- Identified areas where changes in disclosure will be required under IFRS standards,
- Evaluated current information technology and reporting systems for readiness in IFRS implementation,
- Assessed the likely impacts on business activity and operational areas such as internal controls, staffing and training requirements.

The major changes identified for IFRS financial statements include the addition of a Statement of cash flows and the classification of unitholders' equity (puttable instruments) as a liability within the statement of net assets, unless certain conditions are met.

Based on the current evaluation of the differences between Canadian GAAP and IFRS, the adoption of IFRS is expected to have no impact on the calculation of net assets or net asset value. IFRS is expected to affect the overall presentation of financial statements and result in additional disclosure in the accompanying notes. However, the Manager's assessment may change if new standards are issued or if the interpretations of current standards are revised.