Financial Statements of

INTEGRA CANADIAN VALUE GROWTH FUND

Years ended December 31, 2018 and 2017

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 Integra Canadian Value Growth Fund

Opinion

We have audited the financial statements of Integra Canadian Value Growth Fund (the Entity), which comprise:

- the statements of financial position as at December 31, 2018 and December 31, 2017
- the statements of comprehensive income (loss) for the years then ended
- the statements of changes in net assets attributable to holders of redeemable units for the years then ended
- the statements of cash flows for the years then ended
- and notes to the 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 Entity as at December 31, 2018 and December 31, 2017, and its financial performance and its cash flows for the years 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 Entity 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.

Other Information

Management is responsible for the other information. Other information comprises:

- the information included in the Management Report of Fund Performance filed with the relevant Canadian Securities Commissions.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit and remain alert for indications that the other information appears to be materially misstated.

We obtained the Management Report of Fund Performance filed with the relevant Canadian Securities Commissions as at the date of this auditors' report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditors' report.

We have nothing to report in this regard.

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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity'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.

KPMG

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 Entity's internal control.

- 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 Entity'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 Entity 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 27, 2019

INTEGRA CANADIAN VALUE GROWTH FUND

Statements of Financial Position

December 31, 2018 and 2017

	2018	2017
Assets		
Cash	$ 2,189,171	$ 1,272,548
Subscriptions receivable	2,966	24,232
Accrued dividends receivable	361,562	306,106
Investments, at fair value	112,844,623	129,084,118
Total assets	115,398,322	130,687,004
Liabilities		
Redemptions payable	925,239	185,889
Accrued expenses	55,813	62,083
Total liabilities, excluding net assets attributable to holders of redeemable units	981,052	247,972
Net assets attributable to holders of redeemable units	$ 114,417,270	$ 130,439,032
Redeemable units (note 3)	7,012,955	6,924,752
Net assets attributable to holders of redeemable units per unit	$ 16.32	$ 18.84

See accompanying notes to financial statements.

On behalf of the Manager,
Integra Capital Limited:

Director
Graham Rennie

Director
Steven Carlson

INTEGRA CANADIAN VALUE GROWTH FUND

Statements of Comprehensive Income (Loss)

Years ended December 31, 2018 and 2017

	2018	2017
Income (loss):		
Dividends	$ 3,597,248	$ 3,502,796
Revenue from securities lending (note 6)	32,502	14,172
Other changes in fair value of investments:		
Net realized gain on sale of investments	1,913,332	4,323,098
Net foreign exchange gain (loss) on cash	(2,537)	209
Net other loss (gain)	2,720	(2,575)
Net change in unrealized appreciation (depreciation) of investments	(17,581,920)	2,205,111
Total income (loss)	(12,038,655)	10,042,811
Expenses (income):		
Custodial fees	40,700	58,562
Operating fees	1,765	10,956
Audit fees	29,999	29,999
Filing fees	7,001	7,001
Investment performance monitoring fees	–	(8,341)
Securityholder reporting fees	3,000	(4,345)
Independent Review Committee fees (note 7)	7,501	7,501
Transaction costs	75,317	96,571
Harmonized sales tax	9,501	8,057
Total expenses	174,784	205,961
Increase (decrease) in net assets attributable to holders of redeemable units	$ (12,213,439)	$ 9,836,850
Increase (decrease) in net assets attributable to holders of redeemable units per unit (based on the weighted average number of units outstanding during the year)	$ (1.78)	$ 1.48

See accompanying notes to financial statements.

INTEGRA CANADIAN VALUE GROWTH FUND

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

Years ended December 31, 2018 and 2017

	2018	2017
Net assets attributable to holders of redeemable units, beginning of year	$ 130,439,032	$ 122,451,078
Increase (decrease) in net assets attributable to holders of redeemable units	(12,213,439)	9,836,850
Distributions paid or payable to holders of redeemable units:		
From net investment income	(3,452,302)	(3,340,018)
From net realized capital gains	(1,675,761)	(2,401,107)
Total distributions to holders of redeemable units	(5,128,063)	(5,741,125)
Redeemable unit transactions (note 3):		
Issuance of units	10,496,915	9,427,663
Reinvestment of distributions	5,128,063	5,741,125
Redemptions of units	(14,305,238)	(11,276,559)
Net increase from redeemable unit transactions	1,319,740	3,892,229
Net increase (decrease) in net assets attributable to holders of redeemable units	(16,021,762)	7,987,954
Net assets attributable to holders of redeemable units, end of year	$ 114,417,270	$ 130,439,032

See accompanying notes to financial statements.

INTEGRA CANADIAN VALUE GROWTH FUND

Statements of Cash Flows

Years ended December 31, 2018 and 2017

	2018	2017
Cash flows from (used in) operating activities:		
Increase (decrease) in net assets attributable to holders of redeemable units	$ (12,213,439)	$ 9,836,850
Change in non-cash operating working capital:		
Net foreign exchange loss (gain) on cash	2,537	(209)
Net realized gain on sale of investments	(1,913,332)	(4,323,098)
Net change in unrealized (appreciation) depreciation of investments	17,581,920	(2,205,111)
Purchase of investments	(68,637,400)	(68,391,695)
Proceeds from the sale of investments	69,208,307	67,194,347
Accrued dividends receivable	(55,456)	(12,778)
Accrued expenses	(6,270)	(43,664)
Cash provided by operating activities	3,966,867	2,054,642
Cash flows from (used in) financing activities:		
Amount received from the issuance of units	10,518,181	9,488,975
Amount paid on redemptions of units	(13,565,888)	(11,626,038)
Cash used in financing activities	(3,047,707)	(2,137,063)
Increase (decrease) in cash	919,160	(82,421)
Net foreign exchange gain (loss) on cash	(2,537)	209
Cash, beginning of year	1,272,548	1,354,760
Cash, end of year	$ 2,189,171	$ 1,272,548
Supplemental information:		
Dividends received, net of withholding taxes	$ 3,541,792	$ 3,490,018

See accompanying notes to financial statements.

INTEGRA CANADIAN VALUE GROWTH FUND

Schedule of Investments

December 31, 2018

	Number of shares	Average cost	Fair value
Common shares - 98.63%			
Canadian Equities - 97.90%:			
Consumer Discretionary - 5.68%:			
BRP Inc.	26,450	$ 1,169,048	$ 934,743
Canadian Tire Corp. Ltd., Class 'A'	17,362	2,866,387	2,478,252
Cineplex Inc.	3,469	113,266	88,251
Gildan Activewear Inc.	10,086	409,628	417,964
Great Canadian Gaming Corp.	6,340	290,263	303,496
Magna International Inc.	7,858	428,046	486,960
Martinrea International Inc.	9,550	123,195	103,713
Restaurant Brands International Inc.	19,855	1,463,081	1,416,058
Transcontinental Inc., Class 'A'	14,156	332,891	273,211
		7,195,805	6,502,648
Consumer Staples - 2.18%:			
Alimentation Couche-Tard Inc., Class 'B'	15,045	839,909	1,021,706
George Weston Ltd.	4,227	442,759	380,641
Loblaw Cos. Ltd.	7,839	428,486	479,041
Maple Leaf Foods Inc.	10,303	316,079	281,581
Metro Inc., Class 'A'	543	25,775	25,706
North West Co. Inc. (The)	9,564	265,849	300,501
		2,318,857	2,489,176
Energy - 15.71%:			
ARC Resources Ltd.	6,673	140,716	54,051
Canadian Natural Resources Ltd.	106,993	4,339,060	3,524,349
Cenovus Energy Inc.	968	12,593	9,293
Enbridge Inc.	107,543	5,382,109	4,560,899
Encana Corp.	37,119	599,247	292,498
Enerflex Ltd.	13,260	212,903	211,895
Enerplus Corp.	107,939	1,701,668	1,146,312
Gibson Energy Inc.	14,627	257,321	273,232
Gran Tierra Energy Inc.	63,241	236,722	188,458
Husky Energy Inc.	19,058	298,821	268,908
Imperial Oil Ltd.	11,095	445,897	383,776
Inter Pipeline Ltd.	35,919	985,355	694,674
Kinder Morgan Canada Ltd.	10,824	183,816	172,426
Mullen Group Ltd.	5,195	76,173	63,431
Parex Resources Inc.	2,878	34,231	47,055
Pason Systems Inc.	784	16,463	14,339
Pembina Pipeline Corp.	6,309	260,126	255,578
Peyto Exploration & Development Corp.	2,511	28,590	17,778
ShawCor Ltd.	4,805	121,828	79,667
Suncor Energy Inc.	128,758	5,388,290	4,909,543
TransCanada Corp.	16,637	911,858	811,054
		21,633,787	17,979,216

INTEGRA CANADIAN VALUE GROWTH FUND

Schedule of Investments (continued)

December 31, 2018

	Number of shares	Average cost	Fair value
Financials - 36.72%:			
Alaris Royalty Corp.	3,058	54,378	51,955
Bank of Montreal	44,807	3,811,566	3,996,336
Bank of Nova Scotia	81,575	6,046,827	5,551,179
Brookfield Asset Management Inc., Class 'A'	77,649	3,750,495	4,062,596
Canadian Imperial Bank of Commerce	10,142	961,725	1,031,239
Canadian Western Bank	11,539	270,528	300,476
ECN Capital Corp.	77,150	272,313	266,168
Fairfax Financial Holdings Ltd.	994	664,989	597,374
Genworth MI Canada Inc.	6,717	258,789	270,023
Industrial Alliance Insurance and Financial Services Inc.	2,774	138,678	120,863
Intact Financial Corp.	5,900	613,637	585,221
iShares S&P/TSX 60 Index ETF	14,168	312,196	306,312
Manulife Financial Corp.	215,812	4,716,837	4,180,278
National Bank of Canada	3,752	173,223	210,300
Onex Corp.	15,962	1,418,680	1,186,775
Power Corp. of Canada	61,007	1,815,048	1,496,502
Royal Bank of Canada	83,535	6,744,903	7,805,510
Sun Life Financial Inc.	75,482	3,753,914	3,418,580
TMX Group Ltd.	3,944	271,856	278,959
Toronto-Dominion Bank (The)	92,798	5,157,120	6,297,272
		41,207,702	42,013,918
Health Care - 0.30%:			
Aphria Inc.	3,171	52,584	24,893
Aurora Cannabis Inc.	19,972	194,957	135,410
Canopy Growth Corp.	4,289	104,665	157,020
Extendicare Inc.	4,398	46,342	27,927
		398,548	345,250
Industrials - 9.75%:			
Air Canada	14,015	370,659	363,829
Badger Daylighting Ltd.	8,226	263,380	265,289
CAE Inc.	43,550	903,073	1,092,669
Canadian National Railway Co.	47,175	4,121,889	4,769,864
Canadian Pacific Railway Ltd.	3,742	701,474	906,462
Exchange Income Corp.	1,159	38,034	32,753
Finning International Inc.	5,145	172,525	122,451
NFI Group Inc.	21,890	1,094,727	745,136
Ritchie Bros. Auctioneers Inc.	3,321	152,531	148,316
Superior Plus Corp.	16,699	212,107	161,646
TFI International Inc.	20,689	668,211	730,322
Waste Connections Inc.	3,809	271,676	385,966
Westshore Terminals Investment Corp.	7,501	185,610	154,371
WSP Global Inc.	21,713	1,211,572	1,273,902
		10,367,468	11,152,976

INTEGRA CANADIAN VALUE GROWTH FUND

Schedule of Investments (continued)

December 31, 2018

	Number of shares	Average cost	Fair value
Information Technology - 5.65%:			
Celestica Inc.	13,974	191,678	167,129
CGI Group Inc., Class 'A'	23,871	1,495,276	1,993,229
Constellation Software Inc.	195	149,219	170,403
Descartes Systems Group Inc. (The)	29,937	987,220	1,078,630
Kinaxis Inc.	14,549	1,017,218	958,779
Open Text Corp.	31,270	1,290,882	1,391,515
Shopify Inc., Class 'A'	1,054	184,822	198,985
Thomas Reuters Corp.	7,796	458,178	513,990
		5,774,493	6,472,660
Materials - 11.11%:			
Agnico Eagle Mines Ltd.	8,531	485,281	470,058
Alacer Gold Corp.	122,435	284,461	308,536
Barrick Gold Corp.	14,379	286,201	265,005
Canfor Corp.	9,635	218,390	159,267
Cascades Inc.	20,999	276,602	214,820
CCL Industries Inc., Class 'B'	28,502	1,504,930	1,426,810
Centerra Gold Inc.	30,823	170,225	180,623
Franco-Nevada Corp.	1,858	152,792	177,866
Goldcorp Inc.	1,495	19,258	19,988
Hudbay Minerals Inc.	43,804	269,214	282,974
IAMGOLD Corp.	55,248	363,242	276,793
Kirkland Lake Gold Ltd.	11,612	218,945	413,387
Labrador Iron Ore Royalty Corp.	9,766	156,868	236,728
Lucara Diamond Corp.	68,044	235,516	100,705
Lundin Mining Corp.	9,214	65,684	51,967
Methanex Corp.	3,381	245,352	221,996
NovaGold Resources Inc.	9,259	50,223	50,184
Nutrien Ltd.	62,652	3,823,499	4,017,246
SSR Mining Inc.	19,519	279,349	322,064
Teck Resources Ltd., Class 'B'	110,046	3,204,992	3,234,252
Western Forest Products Inc.	68,535	153,791	129,531
Winpak Ltd.	3,080	142,387	147,070
		12,607,202	12,707,870
Real Estate - 2.15%:			
Canadian Apartment Properties REIT	17,110	795,613	757,973
Chartwell Retirement Residences	6,705	87,332	91,657
Choice Properties REIT	12,193	149,105	140,463
Dream Global REIT	18,313	173,790	217,925
Dream Office REIT	586	13,535	13,062
First Capital Realty Inc.	3,539	71,123	66,710
FirstService Corp.	3,279	292,684	307,209
Granite REIT	5,636	249,918	299,892
Northview Apartment REIT	6,594	163,881	161,421
RioCan REIT	16,761	404,610	398,912
		2,401,591	2,455,224

INTEGRA CANADIAN VALUE GROWTH FUND

Schedule of Investments (continued)

December 31, 2018

	Number of shares	Average cost	Fair value
Telecommunication Services - 6.07%:			
BCE Inc.	40,000	2,177,218	2,157,200
Quebecor Inc., Class 'B'	29,591	671,457	850,445
Rogers Communications Inc., Class 'B'	28,577	1,806,807	1,999,247
Shaw Communications Inc., Class 'B'	745	18,802	18,409
TELUS Corp.	42,410	1,693,672	1,919,052
		6,367,956	6,944,353
Utilities - 2.58%:			
Algonquin Power & Utilities Corp.	93,995	1,264,779	1,290,551
ATCO Ltd., Class 'I'	2,475	102,667	95,560
Brookfield Infrastructure Partners L.P.	1,874	98,715	88,359
Capital Power Corp.	10,989	293,654	292,198
Emera Inc.	1,009	44,409	44,103
Fortis Inc.	19,950	836,406	907,925
Hydro One Ltd.	7,637	169,498	154,649
TransAlta Corp.	12,910	89,778	72,167
		2,899,906	2,945,512
Total Canadian equities - 97.90%		113,173,315	112,008,803
International equities - 0.73%			
Australia - 0.34%			
OceanaGold Corp.	78,147	254,670	389,172
Bermuda - 0.21%			
Brookfield Business Partners L.P.	5,834	281,121	242,578
United States - 0.18%			
Bausch Health Cos. Inc.	8,082	511,051	204,070
Total International equities - 0.73%		1,046,842	835,820
Total equities - 98.63%		114,220,157	112,844,623
Transaction costs		(59,543)	–
Total investment portfolio - 98.63%		$ 114,160,614	112,844,623
Other assets, net of liabilities - 1.37%			1,572,647
Net assets attributable to holders of redeemable units - 100.00%			$ 114,417,270

See accompanying notes to financial statements.

1. Financial instruments risk:

Investment activities of the Integra Canadian Value Growth Fund (the "Fund") expose the Fund to some financial instrument 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.

2. Risk management:

The investment objective of the Fund is to provide long-term capital appreciation through a portfolio of Canadian equities, which are sufficiently diversified to minimize investment risk. To achieve this objective, the Fund invests in a diverse portfolio of Canadian common stocks.

The Fund combines the expertise of two specialist investment sub-advisors; a "quantitative core" manager with strict risk controls and a disciplined primarily quantitative "bottom-up" core manager, focusing on growth, value, quality and risk. The management of the Fund's portfolio is delegated to State Street Global Advisors and Highstreet Asset Management Inc. (the "Sub-Advisors"). The maximum cash positions are 10% of assets for the portion of the Fund sub-advised by State Street Global Advisors and 5% of assets for the portion of the Fund sub-advised by Highstreet Asset Management Inc.

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 "Trustee" and "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.

The Fund invests in a range of investment strategies that exposes it to various types of risks, as follows:

(a) 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 an investment 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.

2. Risk management (continued):

The carrying amount of the Fund’s assets on the statements of financial position represents the maximum exposures to credit risk relating to financial assets and liabilities.

The Fund's activities may give rise to settlement risk. Settlement risk is the risk of loss due to the failure of an entity to honour its obligations to deliver cash, securities or other assets as contractually agreed. For the majority of transactions, the Fund mitigates this risk by conducting settlements through a broker to ensure that a trade is settled only when both parties have fulfilled their contractual settlement obligations.

As at December 31, 2018 and 2017, the Fund had no significant investments in debt instruments and/or derivatives.

(b) 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 of "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.

(c) 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 and account balances held in the Fund. From time to time, the Fund may manage currency risk through foreign currency hedging strategies.

Currency risk arises on financial instruments denominated in foreign currencies. Fluctuations in foreign exchange rates impact the valuation of assets and liabilities denominated in foreign currencies.

2. Risk management (continued):

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

2018	Currency risk-exposed holdings*	Foreign exchange contracts	Net exposure	% of net assets
U.S. dollars	$ 31,154	$ –	$ 31,154	0.03

*Amounts reflect the carrying value of monetary and non-monetary items.

2017	Currency risk-exposed holdings*	Foreign exchange contracts	Net exposure	% of net assets
U.S. dollars	$ 39,704	$ –	$ 39,704	0.03

*Amounts reflect the carrying value of monetary and non-monetary items.

As at December 31, 2018, had the Canadian dollar strengthened or weakened by 5% in relation to all currencies, with all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by $1,558 (2017 - $1,985). In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

2. Risk management (continued):

(d) Derivatives:

The Fund may utilize 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 of "A" credit rating.

Currency risk relates 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 statements of financial position.

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 December 31, 2018 and 2017, the Fund did not directly hold any foreign exchange forward contracts.

(e) 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.

Cash and cash equivalents comprise deposits with banks and highly liquid financial assets with maturities of three months or less, as a result, there is no significant risk of changes in their fair value and not subject to interest rate risk.

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.

2. Risk management (continued):

(f) Liquidity risk:

Liquidity risk is the possibility that investments of the Fund cannot be readily converted into cash when required. The Fund may be subject to liquidity constraints because of insufficient volume in the markets for the securities of the Fund or the securities may be subject to legal or contractual restrictions on their resale. In addition, holders of redeemable units may redeem their units on each valuation date. Liquidity risk is managed by investing in securities that are traded in active markets and can be readily disposed, and by retaining sufficient cash and cash equivalent positions to maintain liquidity.

These liabilities are all current and are due within 90 days, with the exception of net assets attributable to holders of redeemable units which are due upon request by the unitholder (note 3).

(g) Other market risk:

Other market risk is the risk that the fair 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-Advisors moderate 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.

The impact on net assets attributable to holders of redeemable units of the Fund as at December 31, 2018, due to a 5% increase or decrease in the Fund's benchmark (S&P/TSX Index), with all other variables held constant, would have been $5,766,630 (2017 - $5,973,455). This calculation is based on the beta of the Fund, over the past 36 months. In practice, the actual trading results may differ from the sensitivity analysis indicated above and the difference could be material.

2. Risk management (continued):

(h) Concentration risk:

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The following is a summary of the Fund's concentration risk:

	As a % of net assets	
	2018	2017
Common shares		
Canadian equities:		
Consumer Discretionary	5.68	5.27
Consumer Staples	2.18	4.06
Energy	15.71	17.70
Financials	36.72	35.74
Health Care	0.30	0.24
Industrials	9.75	11.02
Information Technology	5.65	6.08
Materials	11.11	9.61
Real Estate	2.15	1.23
Telecommunication Services	6.07	4.86
Utilities	2.58	3.15
International equities:		
Australia	0.34	–
Bermuda	0.21	–
United States	0.18	–
Total investment portfolio	98.63	98.96
Other assets, net of liabilities	1.37	1.04
Net assets attributable to holders of redeemable units	100.00	100.00

3. Capital risk management:

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 ("NAV") 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 statements of changes in net assets attributable to holders of redeemable units. The Fund endeavours to invest its subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions.

4. Fair value measurements:

The Fund measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

- Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 - 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); and
- Level 3 - inputs for the asset or liability not based on observable market data (unobservable inputs).

If inputs of different levels are used to measure an asset's or a liability's fair value, the classification within the hierarchy is based on the lowest level input that is significant to the fair value measurement and 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 carried at fair values:

2018	Level 1	Level 2	Level 3	Total
Financial assets:				
Equities	$ 112,844,623	$ –	$ –	$ 112,844,623

4. Fair value measurements (continued):

2017	Level 1	Level 2	Level 3	Total
Financial assets:				
Equities	$ 129,084,118	$ –	$ –	$ 129,084,118

All fair value measurements above are recurring. Fair values are classified as Level 1 when the related security or derivative is actively traded and a quoted price is available. If an instrument classified as Level 1 subsequently ceases to be actively traded, it is transferred out of Level 1. In such cases, instruments are reclassified into Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs, in which case it is classified as Level 3.

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable.

For the years ended December 31, 2018 and 2017, no investments were transferred from any level as a result of the securities no longer being traded in an active market and no investments were transferred from any level as a result of the securities now being traded in an active market.

1. Establishment of the Fund:

The Integra Canadian Value Growth Fund is an open-ended investment unincorporated trust created under the laws of the Province of Ontario by a Declaration of Trust. The address of the Fund's registered office is Suite 200, 2020 Winston Park Drive, Oakville, Ontario. The Fund was established on November 10, 1998 and commenced operations on December 8, 1998.

Integra Capital Limited is the Manager and Trustee of the Fund and is the corporate entity registered with the Canadian regulatory authorities. The Fund's assets are custodied at the Canadian Imperial Bank of Commerce. The Manager is registered in every province as a portfolio manager and exempt market dealer and is registered in the Provinces of Newfoundland and Labrador, Ontario and Quebec as an investment fund manager. In the Province of Ontario, the Manager is additionally registered as a commodity trading manager.

On February 1, 2019, the previously announced sale of Integra Capital Limited, the Manager of the Fund, to Willis International Limited, a Willis Towers Watson company, was completed.

2. Basis of preparation:

(a) Basis of accounting:

The financial statements have been prepared in compliance with International Financial Reporting Standards ("IFRS").

These financial statements were authorized for issue by the Manager on March 27, 2019.

(b) Basis of measurement:

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.

(c) Functional and presentation currency:

These financial statements are presented in Canadian dollars, which is the Fund's functional currency.

3. **Significant accounting policies:**

(a) IFRS 9, Financial Instruments ("IFRS 9"), transition:

Effective January 1, 2018, the Fund adopted the IFRS 9 reporting standard. The new standard introduced a model for classification and measurement of financial assets and liabilities including those carried at amortized cost; fair value, with changes in fair value recognized in FVTPL; or fair value through other comprehensive income ("FVOCI") based on the entity's business model for managing financial assets and the contractual cash flow characteristics of these financial assets.

The Fund is comprised of a portfolio of financial assets that is managed and whose performance is evaluated on a fair value basis that is primarily focused on fair value information and uses that information to assess the assets' performance in accordance with the Fund's investment strategy. For such a portfolio the collection of contractual cash flows is only incidental to achieving the Fund's investment objectives. The assessment and decision on the business model approach used is an accounting judgement. Upon transition to IFRS 9, the Fund's financial assets and financial liabilities previously classified as FVTPL or held-for-trading under International Accounting Standard ("IAS") 39, Financial Instruments - Recognition and Measurement ("IAS 39"), generally based on the fair value option, are now classified as FVTPL and there were no changes in the measurement attributes. Any assets previously classified as loans and receivables under IAS 39 are now classified and measured at amortized cost under IFRS 9. The classification and measurement of liabilities under the new standard remains generally unchanged. The adoption of IFRS 9 has been applied retrospectively and did not result in any changes in net assets.

IFRS 9 replaces the "incurred loss" model in IAS 39 with an expected credit loss ("ECL") model. The new impairment model applies to financial assets measured at amortized cost and debt investments at FVOCI, but not investment in equity instruments. The Fund has determined that the application of IFRS 9's impairment requirements at January 1, 2018 does not result in any impairment of cash and cash equivalents, balances due from brokers or any other receivables.

3. Significant accounting policies (continued):

(b) Financial instruments:

(i) Recognition, initial measurement and classification:

Upon initial recognition, financial instruments are measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition or issue. All financial assets and liabilities are recognized in the Statements of Financial Position when a Fund becomes a party to the contractual requirements of the instrument. Financial instruments are derecognized when the right to receive cash flows from the instrument has expired or a Fund has transferred substantially all risks and rewards of ownership. Financial assets and financial liabilities at FVTPL are initially recognized on the trade date.

(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, the Manager determines the point within the bid-ask spread that is most representative of fair value based on specific facts and circumstances. Investments held include equities, listed warrants, options, short-term notes, treasury bills, bonds, asset-backed securities and other debt instruments.

Investments held that are not traded in an active market are valued based on the results of valuation techniques using observable market inputs where possible, on such basis and in such manner established by the Manager. Investments in other pooled funds are valued at the NAV per unit reported by each pooled fund. See risk disclosures for more information about the Fund's fair value measurements.

3. Significant accounting policies (continued):

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 foreign exchange rate based on the length of the forward contract. The change in fair value on forward contracts is reflected in the statements of comprehensive income (loss) as change in unrealized appreciation (depreciation) on derivatives. When the forward contracts are closed out, any gains or losses realized are included in net realized gain (loss) on derivatives.

The fair values of foreign currency denominated investments and other foreign currency denominated assets and liabilities are translated into Canadian dollars at exchange rates prevailing on the reporting date.

The fair values of other financial assets and liabilities approximate their carrying values due to the short-term nature of these instruments.

(iii) Offsetting:

Financial assets and liabilities are offset and the net amount presented in the statements of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize 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 and foreign exchange gains and losses.

(c) Cash and cash equivalents:

Cash and cash equivalents consist of cash on deposit and short-term, interest-bearing notes with a term to maturity of less than three months from the date of purchase.

(d) Investment transactions and income recognition:

The Fund follows the accrual method of recording investment income and expenses. Security transactions are recorded on the trade date. Dividends are accrued as of the ex-dividend date. Stock dividends are recorded in income based on the fair value of the security on the ex-dividend date.

3. Significant accounting policies (continued):

The interest for distribution purposes shown on the statements of comprehensive income (loss) represents the coupon interest received by the Fund accounted for on an accrual basis. The Fund does not amortize premiums paid or discounts received on the purchase of fixed income securities except for zero-coupon bonds which are amortized on a straight-line basis.

Realized gain (loss) on sale of investments and unrealized appreciation (depreciation) in investments are determined on an average cost basis. Average cost does not include amortization of premiums or discounts on fixed income securities with the exception of zero-coupon bonds.

The Fund generally incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown as a separate expense in the statements of comprehensive income (loss).

(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.

(f) Transaction costs:

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 statements of comprehensive income (loss).

(g) Securities lending transactions:

The Fund is permitted to enter into securities lending transactions. These transactions involve the temporary exchange of securities for collateral with a commitment to re-deliver the same securities at a future date. Income is earned from these transactions in the form of fees paid by the counterparty. Income earned from these transactions is recognized on an accrual basis and included in the statements of comprehensive income (loss).

3. Significant accounting policies (continued):

(h) Foreign currency translation:

The fair values of foreign currency denominated investments are translated into Canadian dollars, using the prevailing rate of exchange on each valuation date. Income, expenses and investment transactions in foreign currencies are translated into Canadian dollars at the rate of exchange prevailing on the respective dates of such transactions. Foreign exchange gains and losses are presented as net realized gain (loss) on foreign exchange, except for those arising from financial instruments at FVTPL, which are recognized as a component within net realized gain (loss) on sale of investments and change in net unrealized appreciation (depreciation) in the statements of comprehensive income (loss).

(i) Income taxes:

The Fund presently qualifies as a mutual fund trust under the provisions of the Income Tax Act (Canada) and, accordingly, is not taxed on that portion of its taxable income, which is paid or payable to unitholders at the end of the taxation year. The Fund has elected for a December 15 taxation year end. The Fund pays out sufficient net income and net realized capital gains so that it will not be subject to income taxes. Accordingly, no provision for income taxes has been made in these financial statements.

Capital losses and non-capital losses incurred by the Fund cannot be allocated to unitholders but capital losses may be carried forward indefinitely to reduce future realized capital gains and non-capital losses may be carried forward for 20 taxation years to reduce future net income for tax purposes. As at December 31, 2018, the Fund had non-capital losses of nil (2017 - nil) and net capital losses carry forward of nil (2017 - nil).

Certain dividend and interest income received by the Fund are subject to withholding tax imposed in the country of origin.

(j) Redeemable units:

For each Fund unit sold, the Fund receives an amount equal to the NAV per unit at the date of sale, which amount is included in net assets attributable to holders of redeemable units. Units are redeemable at the option of unitholders at their net asset value on the redemption date. For each unit redeemed, net assets attributable to holders of redeemable units are reduced by the NAV of the unit at the date of redemption. The redeemable shares are measured at the redemption amounts and are considered a residual amount of the net assets attributable to holders of redeemable units.

3. Significant accounting policies (continued):

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 assets attributable to holders of redeemable units per unit. The Fund has no restrictions or specific capital requirements on the subscriptions and redemptions of the units. The relevant movements are shown on the statements of changes in net assets attributable to holders of redeemable units. The Fund endeavours to invest its subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions.

Redeemable unit transactions during the years were as follows:

	2018		2017	
	Number of Fund units	Amount	Number of Fund units	Amount
Redeemable units issued	576,457	$ 10,496,915	509,479	$ 9,427,663
Redeemable units redeemed	(785,375)	(14,305,238)	(611,542)	(11,276,559)
Redeemable units issued on reinvestments	297,121	5,128,063	308,551	5,741,125

The number of issued and outstanding units as at December 31, 2018 is 7,012,955 (2017 - 6,924,752).

Net assets attributable to holders of redeemable units is calculated for each unit of the Fund by taking the proportionate share of the Fund's net assets attributable to holders of redeemable units and dividing by the number of units outstanding on the valuation date.

The increase (decrease) in net assets attributable to holders of redeemable units per unit in the statements of comprehensive income (loss) represents the change in net assets attributable to holders of redeemable units divided by the weighted average number of units outstanding during the reporting year. Income, expenses other than management fees, and realized and unrealized capital gains (losses) are distributed in proportion to the amount invested in them.

The weighted average number of units outstanding for the year ended December 31, 2018 is 6,843,005 (2017 – 6,652,275).

3. Significant accounting policies (continued):

The Fund's units are classified as a liability under International Accounting Standard ("IAS") 32, Financial Instruments - Presentation ("IAS 32") as there is a requirement to make cash distributions to unitholders, if requested. The units are measured at the redemption amount and are considered a residual amount.

As at December 31, 2018 and 2017, there is no difference between net assets attributable to holders of redeemable units and net asset value attributable to holders of redeemable units.

(k) Receivable or payable for portfolio securities sold or purchased:

In accordance with the Fund's policy of trade date accounting for regular way sale and purchase transactions, sales/purchase transactions awaiting settlement represent amounts receivable/payable for portfolio securities sold/purchased, but not yet settled as at the reporting date.

(l) Future accounting changes:

A number of new and amendment standards are effective for annual periods beginning after January 1, 2018 and earlier application is permitted; however, the Fund has not early adopted these new or amended standards in preparing these financial statements. Of the standards that are not yet effective, none is expected to have a material impact on the Fund's financial statements in the period of initial application.

4. Critical accounting estimates and judgments:

In preparing these financial statements, the Manager has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively. The most significant accounting judgment and estimate that the Fund has made in preparing the financial statements is determining the fair value measurement of derivatives and investments not quoted in an active market, if any. The Manager of the Fund has also made significant accounting judgment regarding the business model of the Fund in determining the classification and measurement of financial instruments. See note 3 for more information on the fair value measurement of the Fund's financial instruments.

5. Brokerage commissions:

Brokerage commissions on portfolio transactions may also include research services provided to the Sub-Advisors. The value of the research services paid to certain brokers for the period ended December 31, 2018 is $ 6,466 (2017 - $ 6,965).

6. 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 Bank of New York Mellon. The aggregate market value of all securities cannot exceed 50% of the net assets attributable to holders of redeemable units 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 governments, 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. As at December 31, 2017, certain securities shown in the statements of financial position with a market value of $7,209,205 (2017 - $6,910,061) had been loaned as part of the securities lending program. The counterparty has pledged securities with a market value of $7,573,230 (2017 - $7,261,438) as collateral for such loans. Under the terms of the program, the Fund may instruct that securities be returned within three days.

The table below shows a reconciliation of the gross amount generated from the securities lending transactions of the Fund to the revenue from the securities lending disclosed in the statements of comprehensive income:

	2018		2017	
	Amount	% of gross securities lending revenue	Amount	% of gross securities lending revenue
Gross securities lending revenue	$ 54,257	100.0	$ 23,633	100.0
Withholding taxes	(94)	(0.2)	(18)	(0.0)
Agent fees - Bank of New York Mellon Corp. (The)	(21,661)	(39.9)	(9,443)	(40.0)
Securities lending revenue	$ 32,502	59.9	$ 14,172	60.0

7. Related party transactions and fund expenses:

The Manager administers and regulates the day-to-day operations of the Fund. In return for the services provided, the Manager receives management fees from the Fund's holders of redeemable units, based on the NAV of the Fund. These management fees are paid either by redemption of units or the unitholder, if an institution, may be invoiced and payment will be delivered to the Manager.

Integra Capital Limited may allocate various operating costs to the Fund. These expenses include a portion of the expenses related to trust accounting, fund accounting and administration functions that are performed by the Manager on behalf of the Fund. These costs are reported in the operating expenses of the Fund reported in the statements of comprehensive income (loss).

The Fund is responsible for its operating expenses relating to the carrying on of its business, including custodial services, legal, Independent Review Committee ("IRC") fees, 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. 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.

The Manager, at its discretion, may agree to waive or absorb certain expenses associated with the Fund. For the year ended December 31, 2018, expenses waived or absorbed by the Manager were in the amount of nil (2017 - nil). Such absorption or waiver, where applicable, may be terminated by the Manager at any time without notice.

The IRC for the Fund consists of three industry professionals, none of whom have an interest in the Fund Manager or have an interest in the Fund outside of their roles as members of the IRC. For the year ended December 31, 2018, the fees paid to the IRC are disclosed in the statements of comprehensive income (loss) in the amount of $7,501 (2017 - $7,501).

Employees of the Manager may hold interests in the Fund via the company's group retirement plan or through a broker. However, the employees' interests cumulatively represent less than 5% of the Fund's outstanding units.