TSX: BFIN

BROMPTON FUNDS

Brompton North American Financials Dividend ETF

Annual Report 2019

Portfolio of large-cap North American financial services companies.

VALUE INTEGRITY PERFORMANCE

- THE FOUNDATION FOR EXCELLENCE -

MANAGEMENT REPORT OF FUND PERFORMANCE

March 18, 2020

This annual management report of fund performance for Brompton North American Financials Dividend ETF (the "Fund") contains financial highlights but does not contain the audited annual financial statements of the Fund. The audited annual financial statements follow this report. You may obtain a copy of the audited annual or unaudited interim financial statements, at no cost, by calling 1-866-642-6001 or by sending a request to Investor Relations, Brompton Funds, Bay Wellington Tower, Brookfield Place, 181 Bay Street, Suite 2930, Box 793, Toronto, Ontario, M5J 2T3, or by visiting our website at www.bromptongroup.com or SEDAR at www.sedar.com. Unitholders may also contact Brompton Funds by using one of these methods to request a copy of the Fund's proxy voting policies and procedures, proxy voting disclosure record, Independent Review Committee's report, or quarterly portfolio disclosure.

THE FUND

Brompton North American Financials Dividend ETF is an exchange-traded investment fund managed by Brompton Funds Limited (the "Manager"). The Canadian dollar denominated units ("CAD units") of the Fund trade on the Toronto Stock Exchange ("TSX") under the symbol BFIN and the U.S. dollar denominated ("USD Units") units of the Fund trade on the TSX under the symbol BFIN.U. USD units are designed for investors wishing to hold their investments in US dollars. The units of the Fund are RRSP, DPSP, RRIF, RESP and TFSA eligible

Brompton North American Financials Dividend ETF is designed to provide unitholders with (i) stable monthly cash distributions; (ii) the opportunity for capital appreciation; and (iii) reduce overall volatility of portfolio returns than would otherwise be experienced by owning securities of North American financial services companies directly. The Fund seeks to achieve its investment objectives by investing in an actively managed portfolio consisting of securities of at least 15 North American financial services companies with a market capitalization of at least $5 billion. The Fund's portfolio is selected by the Manager by giving consideration to applicable factors including, but not limited to, each financial services company's: (a) dividend growth potential, (b) valuation, (c) profitability, (d) current dividend yield, (e) balance sheet strength, and/or (f) liquidity of the equity securities and options. The Manager will consider various factors, including but not limited to, macroeconomic conditions, political conditions, the regulatory environment and sector fundamentals, when determining the geographic and sector allocation of the portfolio. The Manager may invest up to 20% of the portfolio in other financial services companies, or in financial services-related companies, or in global financial services companies. The portfolio may also invest in other funds. The portfolio will be rebalanced and may be reconstituted by the Manager at least annually, but may be rebalanced and/or reconstituted more frequently at the Manager's discretion. Securities selected by the Manager will generally be equal-weighted at the time of investment and after rebalancing the portfolio, but the portfolio may, at the Manager's discretion, hold non-equal-weight positions. In order to increase distributable cash and to reduce portfolio volatility, the Manager may write covered calls on up to 33% of the Fund's portfolio. The Fund seeks to hedge substantially all of its direct foreign currency exposure back to the Canadian dollar.

RECENT DEVELOPMENTS

Market Volatility

This annual management report of fund performance was prepared based on the market value of the Fund's portfolio as of December 31, 2019. Between January 1, 2020 to March 18, 2020 (date of the report), stock markets worldwide experienced significant price volatility, because of various concerns, including COVID-19 and a decline in price of oil. The Fund's Net Asset Value reflecting the value of the Fund's portfolio based on the most recent valuation date can be found on the Fund's webpage at www.bromptongroup.com.

RISKS

Risks associated with an investment in the units of the Fund are discussed in the Fund's prospectus, which is available on the Fund's website at www.bromptongroup.com or on SEDAR at www.sedar.com. There were no changes during the year ended December 31, 2019 that materially affected the risks associated with an investment in the units of the Fund as they were discussed in the Fund's prospectus.

RESULTS OF OPERATIONS

Distributions

Cash distributions for the CAD unit for year ended December 31, 2019 were $1.00 per CAD unit, reflecting a monthly distribution rate of $0.08333 per unit. Since inception on October 17, 2018, the Fund has paid total cash distributions of $1.20 per CAD unit. Cash distributions for the USD unit for the period from August 12, 2019 to December 31, 2019 were US$0.39 per USD unit, reflecting a monthly distribution of US $0.08333. The Fund has distribution reinvestment plan that allows unitholders of CAD units to automatically reinvest monthly distributions, commission free, in additional CAD units. In 2019, the Fund has purchased 77 CAD units in the market at an average price of $20.05 per unit pursuant to the plan.

Changes in Net Assets from Operations (see Financial Highlights)

The Fund earned revenue of $0.46 per CAD unit and had expenses of $0.26 per CAD unit in 2019. From inception date in August 2019 to December 31, 2019, the USD units earned revenue of US$0.17 per USD unit and had expenses of US$0.11 per USD unit.

Net Asset Value

The Net Asset Value per CAD unit of the Fund was $21.03 at December 31, 2019, up 23.4% from $17.04 at December 31, 2018. The Net Asset Value per USD unit of the Fund was US$21.96 at December 31, 2019., up from inception price on August 12, 2019 at US$20.00 per unit. This is a US$1.96 per unit or 9.8% increase. The Net Asset Value increase across both CAD and USD units in 2019 reflected strong positive portfolio performance. The aggregate Net Asset Value of the Fund was $25.1 million, up from $12.4 million at December 31, 2018, reflecting $9.2 million in subscriptions and $4.5 million in net investment gains, partially offset by $1.0 million in distributions.

Investment Portfolio

At December 31, 2019, the Fund's investments included 14 US securities, 6 Canadian securities and one non-North American security across 11 financial sectors, which is the same as at December 31, 2018. During 2019 the Fund sold 6 issuers and bought 6 new issuers into the portfolio. At December 31, 2019, the Fund's investment portfolio consisted of 97.4% North American security holdings and the remaining 2.6% was in non-North American security holdings. The portfolio's investment weighting (excluding cash and short-term investments) and detailed listing of the Fund's security holdings is provided in the financial statements. The Fund had net change in unrealized gains of $3.8 million during the year 2019, with Diversified Banks accounting for $1.2 million of the total change in unrealized gains. The top 5 best performers in the portfolio are: S&P Global Inc., Mastercard Inc., JPMorgan Chase & Co., Citigroup Inc., and Bank of America Corp.

Part of the Fund's investment strategy is to write covered call options on up to 33% of portfolio securities in order to earn option premiums and lower the overall volatility of returns associated with owning a portfolio of equity securities. There are 11 outstanding option contracts as of December 31,2019, which represents 9.5% of the portfolio. As of December 31, 2019, the Fund wrote call options on an average notional of 14.4% of the Fund's portfolio. As of December 31, 2019 the Fund generated $0.3 million premiums from its Call options written and have generated $0.1 million net realized losses. This losses represents the premiums received less the amounts paid to close out the options at expiry.

The Fund's portfolio is comprised partially of US-dollar-denominated securities. At December 31, 2019, the Fund held US$13 million of US currency forward contracts to substantially hedge its US dollar portfolio exposure of the Fund's CAD units. The Fund had a net loss of $0.13 million from foreign currency forward contracts during the period.

Portfolio Sectors

Net Gains (Losses) by Sector (millions)	% of Portfolio as of 31-Dec-19	Realized $	Change in Unrealized $	Total $
Asset Management and Custody Banks	5.0	(0.1)	0.1	-
Consumer Finance	2.6	-	0.1	0.1
Diversified Banks	36.4	-	1.2	1.2
Financial Exchanges	7.4	0.1	0.5	0.6
Insurance Brokers	2.6	0.1	0.2	0.3
Investment Banking and Brokerage	10.5	-	0.3	0.3
Life and Health Insurance	15.0	-	0.2	0.2
Multi-Line Insurance	-	-	-	-
Property and Casualty Insurance	-	-	-	-
Regional Banks	10.5	(0.2)	0.7	0.5
Data Processing and Outsourced Services	10.0	0.1	0.5	0.6
Options	-	-	-	-
FX forwards	-	(0.1)	0.7	0.6
Total	**100.0**	**(0.1)**	**4.5**	4.4

Geographic Split	% of Portfolio as of 31-Dec-19
North American	97.4
Non-North American	2.6
Total	**100.0**

Liquidity

To provide liquidity for unitholders, CAD units of the Fund are listed on the TSX under the symbol BFIN and USD units of the Fund are listed on the TSX under the symbol BFIN.U. As an ETF, the Fund has a designated broker who has an active bid/ask offer approximating Net Asset Value per unit to provide significant daily trading liquidity for the Fund's units. In 2019, total in-kind subscriptions amounted to 400,000 CAD units at an average price of $19.77 per unit and 50,000 USD units at an average price of US$20 per unit. Investors also may redeem their units in accordance with the Fund's daily redemption provisions. No units were redeemed in 2019.

RELATED PARTY TRANSACTIONS

Related party transactions consist of services provided by the Manager pursuant to a management agreement. See the Management Fees section below.

MANAGEMENT FEES

The Manager provides investment management and administrative services to the Fund, for which it is paid a management fee equal to 0.75% per annum of the Net Asset Value of the Fund, plus applicable taxes. For the year ended December 31, 2019, management fees were $0.17 million. The Manager has agreed to waive a portion of the management fees and/or reimburse the Fund to ensure that the management expense ratio is limited to approximately 0.95% (inclusive of GST/HST). For the year ended December 31, 2019, the Manager waived $0.12 million of management fees.

FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help readers understand the Fund's financial performance for the fiscal periods indicated. This information is derived from the Fund's audited annual financial statements which have been prepared in accordance with International Financial Reporting Standards. *The information in the following tables is presented in accordance with National Instrument ("NI") 81-106 and, as a result, does not act as a continuity of opening and closing Net Assets per unit.* The increase (decrease) in Net Assets from operations is based on average units outstanding during the period, and all other numbers are based on actual units outstanding at the relevant point in time.

Net Assets per Unit

CAD Units[1]

For the period/year ended December 31[2]	**2019 $**	2018 $
Net Assets per unit, beginning of period/year[3]	**17.04**	20.00
Increase (decrease) from operations:[4]		
Total revenue	**0.46**	0.09
Total expenses	**(0.26)**	(0.05)
Realized gains (losses)	**(0.16)**	0.03
Unrealized gains (losses)	**4.44**	(3.46)
Total increase (decrease) in Net Assets from operations	**4.48**	(3.39)
Distributions to unitholders:[3]		
Investment income	**0.20**	-
Capital gains	**-**	0.03
Return of capital	**0.80**	0.17
Total distributions to unitholders	**1.00**	0.20
Net Assets per unit, end of period/year[3]	**21.03**	17.04

1 Financial statements is prepared in accordance with International Financial Reporting Standards.
2 Period from October 17, 2018 (commencement of operations) to December 31, 2018.
3 Net Assets per unit and distributions per unit are based on the actual number of units outstanding at the relevant time.
4 The increase (decrease) in Net Assets from operations per unit is based on the weighted average number of units outstanding over the fiscal period.

Net Assets per Unit

USD Units (USD)[1]

For the period ended December 31[2]	2019 $
Net Assets per unit, beginning of period[3]	**20.00**
Increase (decrease) from operations:[4]	
Total revenue	**0.17**
Total expenses	**(0.11)**
Realized gains (losses)	**(0.01)**
Unrealized gains (losses)	**1.76**
Total increase (decrease) in Net Assets from operations	**1.81**
Distributions to unitholders:[3]	
Investment income	**0.10**
Return of capital	**0.29**
Total distributions to unitholders	**0.39**
Net Assets per unit, end of period[3]	**21.96**

1 Financial statements is prepared in accordance with International Financial Reporting Standards.
2 Period from August 12, 2019 (commencement of USD units) to December 31, 2019.
3 Net Assets per unit and distributions per unit are based on the actual number of units outstanding at the relevant time.
4 The increase (decrease) in Net Assets from operations per unit is based on the weighted average number of units outstanding over the fiscal period.

Ratios and Supplemental Data (Based on Net Asset Value)

CAD Units

As at December 31	2019	2018
Net Asset Value ($) (000s)	**23,663**	12,355
Number of units outstanding (000s)	**1,125**	725
Management expense ratio ("MER")[1]	**0.97%**	0.96%
MER before expense absorption	**1.59%**	5.01%
Trading expense ratio[2]	**0.10%**	0.28%
Portfolio turnover rate[3]	**55.25%**	n/a
Net Asset Value per unit ($)	**21.03**	17.04
Closing market price – units ($)	**21.06**	17.20

1 MER is based on the requirements of NI 81-106 and includes the total expenses (excluding commissions and other portfolio transaction costs) of the Fund for the stated period, including interest expense and issuance costs, and is expressed as an annualized percentage of the average Net Asset Value of the period. Please see the Expense Ratio section following this table for further discussion of the calculation.
2 The trading expense ratio represents total commissions expressed as an annualized percentage of daily average Net Asset Value of the Fund during the period.
3 The Fund's portfolio turnover rate indicates how actively the Fund manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Fund. Portfolio turnover rate is calculated by dividing the lesser of the cost of purchases and the proceeds of sales of portfolio securities for the period, excluding cash and short-term investments maturing in less than one year, by the average market value of such investments during the period.

USD Units

As at December 31	2019
Net Asset Value ($) (000s)	**1,098**
Number of units outstanding (000s)	**50**
Management expense ratio ("MER")[1]	**0.92%**
MER before expense absorption	**1.54%**
Trading expense ratio[2]	**0.10%**
Portfolio turnover rate[3]	**55.25%**
Net Asset Value per unit ($)	**21.96**
Closing market price – units ($)	**21.89**

1 MER is based on the requirements of NI 81-106 and includes the total expenses (excluding commissions and other portfolio transaction costs) of the Fund for the stated period, including interest expense and issuance costs, and is expressed as an annualized percentage of the average Net Asset Value of the period. Please see the Expense Ratio section following this table for further discussion of the calculation.

2 The trading expense ratio represents total commissions expressed as an annualized percentage of daily average Net Asset Value of the Fund during the period.

3 The Fund's portfolio turnover rate indicates how actively the Fund manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Fund. Portfolio turnover rate is calculated by dividing the lesser of the cost of purchases and the proceeds of sales of portfolio securities for the period, excluding cash and short-term investments maturing in less than one year, by the average market value of such investments during the period.

Expense Ratio

After expense absorption, the MER for CAD units for the year ended December 31, 2019 was 0.97% compared to 0.96% for the period from inception to December 31, 2018. The annualized MER for USD units for the period ended December 31, 2019 was 0.92%. The MER is capped at approximately 0.95% (inclusive of GST/HST) plus certain expenses. The MER after expense absorption for CAD units was higher than approximately 0.95% (inclusive of approximately GST/HST) due to governance expenses paid by the Fund for the year ended December 31, 2019.

PAST PERFORMANCE

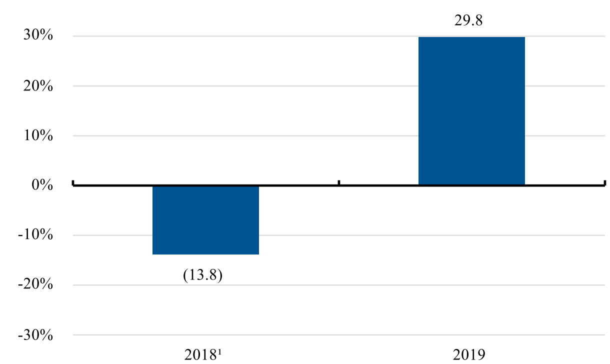
The following chart and table show the past performance of the Fund. Past performance does not necessarily indicate how the Fund will perform in the future. The information shown is based on Net Asset Value per CAD and USD unit and assumes that cash distributions made by the Fund on its units in the period shown were reinvested (at Net Asset Value per CAD or USD unit) in additional units of the Fund.

Past performance for the USD unit has not been presented. The USD units commenced operations on August 12, 2019 and therefore has been in existence for less than one year.

The bar chart shows the Fund's return in each period since inception through December 31, 2019. The chart shows, in percentage terms, how an investment held on the first day of each fiscal period would have changed by the last day of the fiscal period.

Year by Year Returns - CAD units

Returns (%)



1 Period from October 17, 2018 (commencement of operations) to December 31, 2018.

The following table shows the Fund's compound return for each period indicated compared with the S&P/TSX Capped Financials Index (the "TSX Financials Index") and the S&P 500 Financials Index (the "S&P Financials Index") (together the "Indices"). The Financials Index is comprised of constituents of the S&P/TSX Composite Index that are classified as members of the financial sector with individual constituents capped at 25% weight. The S&P Index is comprised of constituents of the S&P 500 Index that are classified as members of the financial sector with individual constituents capped at 25% weight. The ETF invests in at least 15 North American Financial Services companies with market capitalization of at least $5 billion. It is therefore not expected the Fund's performance will mirror that of the Indices which have more diversified portfolios. Further, the Indices are calculated without the deduction of management fees, fund expenses and trading commissions, whereas the performance of the ETF is calculated after deducting such fees and expenses.

Annual Compound Returns

	1-Year %	Since Inception %[1]
Brompton North American Financials Dividend ETF - CAD units	29.8	9.8
S&P / TSX Capped Financials Index	24.4	10.1
S&P 500 Financials Index	32.1	14.1

1 Period from October 17, 2018 (commencement of operations) to December 31, 2019.

Past performance for the USD unit has not been presented. The USD units commenced operations on August 12, 2019 and therefore has been in existence for less than one year.

The Fund's CAD units outperformed the TSX Financials Index with a strong performance in 2019 of 29.8%. The performance lagged the S&P Financial Index due to its underweight position in banks which was the largest subsector in the index. The Fund also wrote call options which offset some of the portfolio gains but lowered the portfolio volatility. See the Portfolio Manager's report for further detail.

SUMMARY OF INVESTMENT PORTFOLIO

As at December 31, 2019

Total Net Asset Value	**$**	**25,088,332**

Portfolio Composition	% of Portfolio	% of Net Asset Value
North American		
Canada		
Diversified banks	12.2	12.2
Life and health insurance	10.0	10.0
Asset management and custody banks	4.9	4.9
Total Canada	**27.1**	**27.1**
United States		
Diversified banks	23.8	23.8
Regional banks	10.4	10.4
Investment banking and brokerage	10.4	10.3
Data processing and outsourced services	9.9	9.9
Financial exchanges	7.4	7.3
Life and health insurance	4.8	4.7
Consumer finance	2.6	2.5
Total United States	**69.3**	**68.9**
Total North American	**96.4**	**96.0**
Non-North American		
Insurance brokers	2.6	2.6
Total Non-North American	**2.6**	**2.6**
Cash and short-term investments	1.0	1.0
Total investment portfolio	100.0	99.6
Other net assets	-	0.4
Total Net Asset Value	**-**	**100.0**

Holdings	% of Portfolio	% of Net Asset Value
Bank of America Corp.	8.0	8.0
JPMorgan Chase & Co.	7.9	7.9
Citigroup Inc.	7.8	7.8
Morgan Stanley	5.3	5.2
First Republic Bank	5.2	5.2
PNC Financial Services Group Inc.	5.2	5.2
Manulife Financial Corp.	5.2	5.2
National Bank of Canada	5.2	5.1
Goldman Sachs Group Inc.	5.1	5.1
Mastercard Inc.	5.1	5.1
S&P Global Inc.	5.0	5.0
Brookfield Asset Management Inc.	5.0	4.9
Sun Life Financial Inc.	4.9	4.8
Aflac Inc.	4.7	4.7
Royal Bank of Canada	4.7	4.7
Aon PLC	2.6	2.6
American Express Co.	2.6	2.6
Automatic Data Processing Inc.	2.5	2.5

Holdings (cont'd)	% of Portfolio	% of Net Asset Value
Broadridge Financial Solutions Inc.	2.4	2.4
Toronto-Dominion Bank	2.3	2.3
CME Group Inc.	2.3	2.3
Cash and short-term investments	1.0	1.0
Total	**100.0**	**99.6**

The investment portfolio may change due to ongoing portfolio transactions of the investment fund. Quarterly updates are available on the Fund's website at www.bromptongroup.com within 60 days of each quarter end.

2019 TAX INFORMATION

The following information is applicable to holders who, for the purpose of the Income Tax Act (Canada), are resident in Canada and hold units as capital property outside of an RRSP, DPSP, RRIF, RESP or TFSA. Unitholders should receive a T3 slip from their investment dealer providing this information.

T3 supplementary slips for holdings of the Fund will indicate Other Income (Investment Income and Non-Investment Income) in Box 26, Foreign Non-Business Income in Box 25, Capital Gains in Box 21 and Eligible Dividend Income in Box 49. Dividend income is subject to the standard gross-up and federal dividend tax credit rules.

The return of capital component is a non-taxable amount that serves to reduce the adjusted cost base of Fund units and is reported on the T3 supplementary slips in Box 42.

The following table outlines the breakdown in the Fund's distributions declared in 2019 on a per unit basis.

CAD Units Record Date	Payment Date	Return of Capital $	Foreign Non-Business Income $	Foreign Non-Business Income Tax Paid $	Eligible Dividends $	Total Distributions $
31-Jan-19	14-Feb-19	0.06659	0.01060	(0.00391)	0.01005	0.08333
28-Feb-19	14-Mar-19	0.06659	0.01060	(0.00391)	0.01005	0.08333
29-Mar-19	12-Apr-19	0.06659	0.01060	(0.00391)	0.01005	0.08333
30-Apr-19	14-May-19	0.06659	0.01060	(0.00391)	0.01005	0.08333
31-May-19	14-Jun-19	0.06659	0.01060	(0.00391)	0.01005	0.08333
28-Jun-19	15-Jul-19	0.06659	0.01060	(0.00391)	0.01005	0.08333
31-Jul-19	15-Aug-19	0.06659	0.01060	(0.00391)	0.01005	0.08333
30-Aug-19	16-Sep-19	0.06659	0.01060	(0.00391)	0.01005	0.08333
30-Sep-19	15-Oct-19	0.06659	0.01060	(0.00391)	0.01005	0.08333
31-Oct-19	14-Nov-19	0.06659	0.01060	(0.00391)	0.01005	0.08333
29-Nov-19	13-Dec-19	0.06659	0.01060	(0.00391)	0.01005	0.08333
31-Dec-19	15-Jan-20	0.06659	0.01060	(0.00391)	0.01005	0.08333
		0.79908	**0.12720**	**(0.04692)**	**0.12060**	**0.99996**

USD Units (USD) Record Date	Payment Date	Return of Capital $	Foreign Non-Business Income $	Foreign Non-Business Income Tax Paid $	Eligible Dividends $	Total Distributions $
30-Aug-19	16-Sep-19	0.03987	0.00718	(0.00265)	0.00936	0.05376
30-Sep-19	15-Oct-19	0.06177	0.01114	(0.00410)	0.01452	0.08333
31-Oct-19	14-Nov-19	0.06177	0.01114	(0.00410)	0.01452	0.08333
29-Nov-19	13-Dec-19	0.06177	0.01114	(0.00410)	0.01452	0.08333
31-Dec-19	15-Jan-20	0.06177	0.01114	(0.00410)	0.01452	0.08333
		0.28695	**0.05174**	**(0.01905)**	**0.06744**	**0.38708**

This information is of a general nature and does not constitute legal or tax advice to any particular investor. Accordingly, investors are advised to consult their own tax advisors with respect to their individual circumstances.

PORTFOLIO MANAGER

Brompton Funds Limited

Brompton Funds Limited is a portfolio manager in addition to being an investment fund manager. It is the portfolio manager of six Brompton split share corporations, six ETFs. The Brompton team oversees investments for several large-capitalization Canadian and global equity mandates, including an active covered call writing strategy for approximately $1.6 billion in assets, with a goal of enhancing fund cash flow and risk-adjusted returns for investors.

PORTFOLIO MANAGER'S REPORT

January 2020

U.S. Markets Review

Global markets finished the year with strong performance. Almost all stock markets and asset classes enjoyed double digit returns for 2019. The MSCI World Index gained 28.4% with the Information Technology sector as the best performing sector, gaining 48.1% during the year. In the U.S., the S&P 500 Index was up 31.5% and broke above its previous all-time high in December. All 11 sectors finished the year with double digit gains, with Information Technology increasing 50.3%, followed by Communication Services at 32.7% and Financials at 32.1%. Energy and Health Care lagged the group relatively speaking, as sentiment remains weak for oil and gas stocks and Health Care equities continue to face regulatory scrutiny.

According to the latest forecast by the International Monetary Fund, the global economy is expected to grow 3.4% in 2020, a modest pickup from 2019's projected growth rate of 3.0%. Growth expectations were driven by a few topical issues. At the top of the list is progress on the U.S.- China trade war. During the month of December, expectation of a phase one trade deal between the U.S. and China partially alleviated long standing trade tensions between the two nations. As part of the trade deal, tariffs that were set to take effect on December 15th on about US$160 billion of consumer goods were averted; in exchange, China was expected to increase its purchases of American farm goods. The trade deal demonstrated compelling evidence of progress made by both sides and renewed market participants' confidence in global growth. Second, employment numbers and jobless claims are being closely monitored by investors for any signs of weakness. Employment and consumption continue to be robust and jobless claims remain at decade lows as service sectors across the globe kept labour markets buoyant and wage growth healthy. Lastly, Brexit-related fears subsided towards the end of 2019 after the U.K. held its third general election in four years in December, which resulted in Boris Johnson's Conservative party securing a parliamentary majority. We expect progress to be made on Brexit negotiations before the January 31 deadline and we anticipate 2020 to be a year of transition for the U.K.

Market performance and sentiment were also driven by central bank policies in 2019. In the U.S., the Federal Reserve (the "Fed") cut the policy rate three times during the year, reducing the target range by 75 basis points to the current range of 1.50% to 1.75%. Slowing growth in China and Europe, trade policy developments and geopolitical risks were cited as areas of concern, which drove the Fed's decision to cut interest rates. During the most recent policy meeting in December, Fed Chair Jerome Powell signaled that they would likely keep rates steady through 2020 amid a solid economy. We believe that the bar for Fed action is extremely high in a U.S. presidential election year.

Looking forward, we expect positive investor sentiment to continue to drive strong equity performance in 2020. On the U.S.-China trade front, we expect the U.S. and China to discuss the potential of a phase-two trade deal after the signing of the phase-one deal in January. In terms of central bank policy, we expect 2020 to be a quieter year for monetary policy as the Fed will be maintaining a dovish stance. Effects of the three consecutive rate cuts implemented by the Fed should begin to flow through to the economy in 2020. Lastly, in terms of volatility, we anticipate the 2020 U.S. federal election to be accompanied by slightly higher volatility during the year. Geopolitical tension between the U.S. and the Middle East could also be a source of volatility that we'll be paying close attention to.

Financial Sector Review & Outlook

Overall, we are increasingly optimistic on the financial sector given the low consumer leverage in the U.S. and attractive valuations. With rates the Federal Reserve pausing on rates for the foreseeable future, net interest margins are starting to stabilize. Competitive intensity favors financial institutions with greater scale and more tech- enabled operations.

During 2019, the interest rate environment was in flux and running against the consensus forecast with the 10-year treasury yield falling from 2.66% to as low as 1.47% driven by increased volatility, trade tensions, and a prolonged Fed loosening cycle amid looming fears of a recession. Heading into 2020 the latest "dot plot" from the Fed shows that the Fed expects no further rate cuts in 2020. We believe the bar for Fed action is extremely high in a presidential election year, but acknowledge there could be action late in the year after the election depending on macroeconomic data points between now and the end of the year. As such, the pace of the industry net interest margin compression is expected to moderate and be manageable in 2020. A more consistent and stable economic outlook should also be supportive of a stable or slightly steepening yield curve over the next year, which is positive for banks.

The regulatory environment continues to be relatively benign with some caveats. The introduction of the Current Expected Credit Losses ("CECL") accounting standard in 2020 is expected to increase the volatility in provisions going forward. CECL requires banks to reserve for expected losses throughout the life of a loan. This approach factors in a bank's economic outlook as well as its historical losses. This contrasts to the prevailing incurred-loss model, which reflects provisioning for current losses. In periods of stress, banks may lend less due to the upfront provisioning required. The Comprehensive Capital Analysis & Review ("CCAR") process in 2019 was solid with total payout increasing by $24 billion to $164 billion with growth in buybacks representing nearly 90% of the increase in capital return year-over-year. The Fed did offer relief to regional banks by moving less complex firms to an extended testing cycle. In 2020, the number of CCAR participants will increase relative to 2019 as extended cycle banks will participate. Most banks are expected to remain aggressive with the pace of capital returns in their 2020 plans. However, there is some degree of uncertainty over how the CECL standard will interact with CCAR given the Fed would not issue supervisory findings related to allowance estimations in the CCAR exercise through 2021.

Digital transformation is a tailwind for the industry overall. Firstly, it allows firms to reduce expenses, which bodes well for operational leverage. Secondly, it provides revenue opportunities through online channels and data offerings. Demand for data is being driven by tougher regulatory requirements, more automated trading and enhanced technologies, such as artificial intelligence, that can be used to create and utilize new analytics products. We note that technology spending disproportionately favours large banks with some allocating up to 10% of revenues to tech investments. For example, JP Morgan's tech budget is equivalent to that of the top 10 largest regional banks combined. Over time, the gap in tech spending could lead to even higher deposit costs and weaker funding bases for regional banks.

Portfolio Review

Brompton North American Financials Dividend ETF (the "Fund") was up 29.8% in 2019 versus the S&P/TSX Capped Financials Index, which was up 21.4% and the S&P 500 Financials Index up 32.1%.

The Fund benefitted from overweight positions in the Data Processing & Outsourced Services which drove substantial outperformance relative to the benchmark. Top performers included Mastercard (+59%) and Broadridge (+31%). An overweight position in Regional Banks also contributed to the Fund's performance relative to its benchmarks. Top performing positions included PNC Financial (+41%) and First Republic (+35%). The Fund also benefitted from an overweight position in Investment Banking and Brokerage through positions in Goldman Sachs (+40%) and Morgan Stanley (+33%).

The Fund remains overweight Life & Health Insurance. Holdings that contributed to performance include Sun Life and Manulife, which both performed well in 2019, with these gains were partially offset by tepid performance from MetLife, which we sold in the fourth quarter, and Aflac.

We were underweight Diversified Banks, the largest sub-sector in the index, which detracted from performance relative to the benchmark. Top performing holdings include Citigroup (+58%), JP Morgan (+47%) and Bank of America (+46%). During the year, we sold our position in Bank of Montreal and entered a position in Royal Bank of Canada.

Option Overlay Strategy

During 2019, our average level of overwrite was approximately 14.4% and the average strike level was approximately 104.8%. We gradually decreased the level of call writing activity in December as volatility levels normalized.

FORWARD-LOOKING STATEMENTS

Some of the statements contained herein including, without limitation, financial and business prospects and financial outlook may be forward-looking statements which reflect management's expectations regarding future plans and intentions, growth, results of operations, performance and business prospects and opportunities. Words such as "may," "will," "should," "could," "anticipate," "believe," "expect," "intend," "plan," "potential," "continue" and similar expressions have been used to identify these forward-looking statements. These statements reflect management's current beliefs and are based on information currently available to management. Forward-looking statements involve significant risks and uncertainties. A number of factors could cause actual results to differ materially from the results discussed in the forward-looking statements including, but not limited to, changes in general economic and market conditions and other risk factors. Although the forward-looking statements contained herein are based on what management believes to be reasonable assumptions, we cannot assure that actual results will be consistent with these forward-looking statements. Investors should not place undue reliance on forward-looking statements. These forward-looking statements are made as of the date hereof and we assume no obligation to update or revise them to reflect new events or circumstances, except as required by law.

MANAGEMENT RESPONSIBILITY STATEMENT

The financial statements of Brompton North American Financials Dividend ETF (the "Fund") have been prepared by Brompton Funds Limited (the ''Manager" of the Fund) and approved by the Board of Directors of the Manager. The Manager is responsible for the information and representations contained in these financial statements and the other sections of the annual report.

The Manager maintains appropriate procedures to ensure that relevant and reliable financial information is produced. Statements have been prepared in accordance with International Financial Reporting Standards and include certain amounts that are based on estimates and judgements. The significant accounting policies applicable to the Fund are described in note 3 to the financial statements.

The Board of Directors of the Manager is responsible for ensuring that management fulfills its responsibilities for financial reporting and has reviewed and approved these financial statements. The Board carries out this responsibility through the Audit Committee, which is comprised of a majority of independent directors.

The Manager, with the approval of its Board of Directors, has appointed PricewaterhouseCoopers LLP as the auditor of the Fund. It has audited the financial statements of the Fund in accordance with Canadian generally accepted auditing standards to enable it to express to unitholders its opinion on the financial statements. The auditor has full and unrestricted access to the Audit Committee to discuss its findings.

(Signed) "Mark A. Caranci"

Mark A. Caranci
Chief Executive Officer
Brompton Funds Limited
March 18, 2020

(Signed) "Craig T. Kikuchi"

Craig T. Kikuchi
Chief Financial Officer
Brompton Funds Limited

INDEPENDENT AUDITOR'S REPORT

To the Unitholders and Trustee of Brompton North American Financials Dividend ETF (the Fund)

OUR OPINION

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at December 31, 2019 and 2018 and its financial performance and its cash flows for the year ended December 31, 2019 and for the period from October 17, 2018 (commencement of operations) to December 31, 2018 in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board (IFRS).

What we have audited

The Fund's financial statements comprise:

- the statements of financial position as at December 31, 2019 and 2018;
- the statements of comprehensive income for the year ended December 31, 2019 and for the period from October 17, 2018 (commencement of operations) to December 31, 2018;
- the statements of cash flows for the year ended December 31, 2019 and for the period from October 17, 2018 (commencement of operations) to December 31, 2018;
- the statements of changes in net assets attributable to holders of redeemable units for the year ended December 31, 2019 and for the period from October 17, 2018 (commencement of operations) to December 31, 2018; and
- the notes to the financial statements, which include a summary of significant accounting policies.

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 *Auditor's responsibilities for the audit of the financial statements* section of our report.

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

Independence

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

OTHER INFORMATION

Management is responsible for the other information of the Fund. The other information comprises the Management Report of Fund Performance and the information, other than the financial statements and our auditor's report thereon, included in the annual report.

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

In connection with our audit of the financial statements of the Fund, 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 of the Fund or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. 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 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.

INDEPENDENT AUDITOR'S REPORT (cont'd)

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

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

AUDITOR'S 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 auditor's 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 these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

The engagement partner on the audit resulting in this independent auditor's report is Derek Hatoum.

(Signed) "PricewaterhouseCoopers LLP"

Chartered Professional Accountants,
Licensed Public Accountants
Toronto, Ontario
March 18, 2020

STATEMENTS OF FINANCIAL POSITION

As at December 31		**2019**		2018
Assets				
Current assets				
Investments	**$**	**24,743,490**	$	12,732,765
Cash		**239,333**		119,416
Receivable from Manager (note 7)		**2,188**		17,497
Income receivable		**23,779**		15,789
Unrealized gain on foreign currency forward contracts (note 10)		**293,651**		11,935
Total assets		**25,302,441**		12,897,402
Liabilities				
Current liabilities				
Option contracts written, at fair value (note 9)		**56,588**		8,797
Unrealized loss on foreign currency forward contracts (note 10)		**-**		414,176
Distributions payable to holders of redeemable units (note 6)		**99,188**		60,414
Accounts payable and accrued liabilities		**58,333**		59,276
Total liabilities (excluding Net Assets attributable to holders of redeemable units)		**214,109**		542,663
Net Assets attributable to holders of redeemable units	**$**	**25,088,332**	$	12,354,739
Net Assets attributable to holders of redeemable units				
CAD Units ($)		**23,662,808**		12,354,739
USD Units ($) (December 31, 2019 - US$ 1,097,781)		**1,425,524**		-
Redeemable units outstanding (note 4)				
CAD Units		**1,125,000**		725,000
USD Units		**50,000**		-
Net Assets attributable to holders of redeemable units per unit				
CAD Units ($)		**21.03**		17.04
USD Units ($) (December 31, 2019 - US$ 21.96)		**28.51**		-

Approved on behalf of Brompton North American Financials Dividend ETF by the Board of Directors of Brompton Funds Limited, the Manager.

(Signed) "Christopher S.L. Hoffmann"

Christopher S.L. Hoffmann
Director

(Signed) "Mark A. Caranci"

Mark A. Caranci
Director

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

STATEMENTS OF COMPREHENSIVE INCOME

For the period/year ended December 31	2019	2018[1]
Income		
Net gain (loss) on foreign exchange on cash	**$ (9,707)**	$ 7,676
Net gain (loss) on investments and derivatives:		
Dividend income	**462,392**	38,550
Net realized gain (loss) on sale of investments (note 8)	**41,345**	604
Net change in unrealized gain (loss) on investments	**3,819,843**	(1,105,529)
Net realized gain (loss) on options (note 8)	**(53,974)**	3,445
Net change in unrealized gain (loss) on options (note 9)	**(41,005)**	10,802
Net realized gain (loss) on foreign currency forward contracts (note 10)	**(133,103)**	-
Net change in unrealized gain (loss) on foreign currency forward contracts (note 10)	**695,892**	(402,241)
Total net gain (loss) on investments and derivatives	**4,791,390**	(1,454,369)
Total income (loss), net	**4,781,683**	(1,446,693)
Expenses		
Management fees (note 7)	**166,014**	13,529
Audit fees	**23,709**	30,000
Independent Review Committee fees (note 7)	**3,460**	96
Custodial fees	**761**	481
Legal fees	**11,792**	566
Unitholder reporting costs	**19,500**	10,384
Other administrative expenses	**90,823**	25,781
Transaction costs	**20,279**	4,594
Total expenses before recoveries from Manager and withholding taxes	**336,338**	85,431
Expenses recovered from Manager (note 7)	**(122,481)**	(65,497)
Total expenses before withholding taxes	**213,857**	19,934
Withholding taxes	**47,254**	4,644
Increase (decrease) in Net Assets attributable to holders of redeemable units	**$ 4,520,572**	$ (1,471,271)
Increase (decrease) in Net Assets attributable to holders of redeemable units		
CAD Units ($)	**4,399,945**	(1,471,271)
USD Units ($)[2]	**120,627**	-
Increase (decrease) in Net Assets attributable to holders of redeemable units per unit[3]		
CAD Units ($)	**4.48**	(3.39)
USD Units ($) (December 31, 2019 - US$1.81)[2]	**2.41**	-

1 For the period from October 17, 2018 (commencement of operations) to December 31, 2018.
2 For the period from August 12, 2019 (commencement of USD units) to December 31, 2019.
3 Based on the weighted average number of redeemable units outstanding for the year (note 4).

STATEMENTS OF CASH FLOWS

For the period/year ended December 31		**2019**		2018[1]
Cash flows from operating activities:				
Increase (decrease) in Net Assets attributable to holders of redeemable units	**$**	**4,520,572**	$	(1,471,271)
Adjustments to reconcile net cash provided by (used in) operations:				
Net (gain) loss on foreign exchange on cash		**9,707**		(7,676)
Net realized (gain) loss on sale of investments (note 8)		**(41,345)**		(604)
Net change in unrealized (gain) loss on investments		**(3,819,843)**		1,105,529
Net realized (gain) loss on options (note 8)		**53,974**		(3,445)
Net change in unrealized (gain) loss on options (note 9)		**41,005**		(10,802)
Net change in unrealized (gain) loss on foreign currency forward contracts (note 10)		**(695,892)**		402,241
Decrease (increase) in income receivable		**(7,990)**		(15,789)
Decrease (increase) in receivable from Manager		**15,309**		(17,497)
Increase (decrease) in accounts payable and accrued liabilities		**(943)**		59,276
Purchase of investments and options (note 8)[2]		**(10,270,439)**		(984,233)
Proceeds from sale of investments and options (note 8)		**10,887,480**		130,081
Cash provided by (used in) operating activities		**691,595**		(814,190)
Cash flows from financing activities:				
Proceeds from issuance of redeemable units (note 4)[2]		**422,685**		1,013,626
Distributions paid to holders of redeemable units (note 6)		**(984,656)**		(87,696)
Cash provided by (used in) financing activities		**(561,971)**		925,930
Net increase (decrease) in cash		**129,624**		111,740
Net gain (loss) on foreign exchange on cash		**(9,707)**		7,676
Cash, beginning of period/year		**119,416**		-
Cash, end of year	**$**	**239,333**	$	119,416
Supplemental information:[3]				
Dividends received, net of withholding taxes ($)		**407,148**		18,117

1 For the period from October 17, 2018 (commencement of operations) to December 31, 2018.
2 Excludes in-kind transactions.
3 Included in cash flows from operating activities.

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

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the period/year ended December 31	CAD Units	USD Units[1]	2019 Total
Net Assets attributable to holders of redeemable units at beginning of period/year	**$ 12,354,739**	**$ -**	**$ 12,354,739**
Operations:			
Increase (decrease) in Net Assets attributable to holders of redeemable units	**4,399,945**	**120,627**	**4,520,572**
Distributions to holders of redeemable shares (note 6):			
Net investments	**(200,462)**	**(6,610)**	**(207,072)**
Return of capital	**(797,415)**	**(18,943)**	**(816,358)**
Total	**(997,877)**	**(25,553)**	**(1,023,430)**
Redeemable unit transactions:			
Proceeds from issuance of redeemable units (note 4)	**7,906,001**	**1,330,450**	**9,236,451**
Net increase (decrease) from redeemable unit transactions	**7,906,001**	**1,330,450**	**9,236,451**
Net increase (decrease) in Net Assets attributable to holders of redeemable units	**11,308,069**	**1,425,524**	**12,733,593**
Net Assets attributable to holders of redeemable units at end of period/year	**23,662,808**	**1,425,524**	**25,088,332**
Distributions per unit (note 6)	**$ 1.00**	**$ 0.39**	**$ -**

1 For the period from August 12, 2019 (commencement of USD units) to December 31, 2019.

For the period ended December 31	2018 CAD Units[1]
Net Assets attributable to holders of redeemable units at beginning of period	$ -
Operations:	
Increase (decrease) in Net Assets attributable to holders of redeemable units	(1,471,271)
Distributions to holders of redeemable units (note 6):	
Capital gains	(23,377)
Return of capital	(124,733)
Total	(148,110)
Redeemable unit transactions:	
Proceeds from issuance of redeemable units (note 4)	13,974,120
Net increase (decrease) from redeemable unit transactions	13,974,120
Net increase (decrease) in Net Assets attributable to holders of redeemable units	12,354,739
Net Assets attributable to holders of redeemable units at end of period	12,354,739
Distributions per unit (note 6)	$ 0.20

1 For the period from October 17, 2018 (commencement of operations) to December 31, 2018.

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

SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2019

	Number of Shares	Cost $	Carrying Value $	% of Portfolio
North America				
Canada				
Asset Management and Custody Banks				
Brookfield Asset Management Inc.	16,547	1,216,660	1,241,521	
		1,216,660	**1,241,521**	**5.0**
Diversified Banks				
National Bank of Canada	17,874	1,221,989	1,288,359	
Royal Bank of Canada	11,451	1,201,358	1,176,590	
Toronto-Dominion Bank	8,054	593,364	586,573	
		3,016,711	**3,051,522**	**12.4**
Life and Health Insurance				
Manulife Financial Corp.	49,129	1,222,447	1,295,040	
Sun Life Financial Inc.	20,532	1,035,804	1,215,700	
		2,258,251	**2,510,740**	**10.1**
Total Canada		**6,491,622**	**6,803,783**	**27.5**
United States				
Consumer Finance				
American Express Co.	3,949	582,086	638,381	
		582,086	**638,381**	**2.6**
Data Processing and Outsourced Services				
Automatic Data Processing Inc.	2,799	601,468	619,707	
Broadridge Financial Solutions Inc.	3,675	526,512	589,554	
Mastercard Inc.	3,278	936,006	1,270,992	
		2,063,986	**2,480,253**	**10.0**
Diversified Banks				
Bank of America Corp.	43,859	1,710,875	2,005,889	
Citigroup Inc.	18,953	1,710,362	1,966,206	
JPMorgan Chase & Co.	10,916	1,654,821	1,975,991	
		5,076,058	**5,948,086**	**24.0**
Financial Exchanges				
CME Group Inc.	2,244	553,709	584,887	
S&P Global Inc.	3,542	919,306	1,255,884	
		1,473,015	**1,840,771**	**7.5**
Investment Banking and Brokerage				
Goldman Sachs Group Inc.	4,268	1,164,530	1,274,321	
Morgan Stanley	19,819	1,171,130	1,315,622	
		2,335,660	**2,589,943**	**10.5**
Life and Health Insurance				
Aflac Inc.	17,335	1,272,759	1,190,798	
		1,272,759	**1,190,798**	**4.8**
Regional Banks				
First Republic Bank	8,546	1,101,357	1,303,391	
PNC Financial Services Group Inc.	6,269	1,108,346	1,299,485	
		2,209,703	**2,602,876**	**10.5**
Total United States		**15,013,267**	**17,291,108**	**69.9**
Total North America		**21,504,889**	**24,094,891**	**97.4**

SCHEDULE OF INVESTMENT PORTFOLIO (cont'd)

As at December 31, 2019

	Number of Shares	Cost $	Carrying Value $	% of Portfolio
Non-North America				
Insurance Brokers				
Aon PLC	2,398	530,440	648,599	
		530,440	**648,599**	**2.6**
Total Non-North America		**530,440**	**648,599**	**2.6**
Embedded Broker Commission		(6,152)		
Total Investments		**22,029,177**	**24,743,490**	**100.0**

1. GENERAL INFORMATION

Brompton North American Financials Dividend ETF (the ‘‘Fund’’) is an exchange-traded fund (“ETF”) established under the laws of the Province of Ontario on October 5, 2018. Brompton Funds Limited (the ‘‘Manager’’) is the manager trustee and portfolio of the Fund, and is responsible for managing the affairs of the Fund and manages the Fund’s portfolio and options program. The Fund's CAD units are listed on the Toronto Stock Exchange under the symbol BFIN and commenced operations on October 17, 2018. The Fund’s USD units are listed on the Toronto Stock Exchange under the symbol BFIN.U and commenced operations on August 12, 2019. CIBC Mellon Trust Company (and certain of its affiliates) is the custodian of the Fund’s assets and prepares the daily valuations of the Fund. The address of the Fund’s registered office is Bay Wellington Tower, Brookfield Place, Suite 2930, 181 Bay Street, Toronto, Ontario, M5J 2T3.

The Fund invests in an actively managed portfolio comprised of securities of at least 15 North American financial services companies with a market capitalization of at least $5 billion.

These financial statements were approved on behalf of Brompton North American Financials Dividend ETF by the Board of Directors of Brompton Funds Limited, the Manager, on March 10, 2020.

2. BASIS OF PRESENTATION

These financial statements have been prepared in compliance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”). The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities (including derivative financial instruments) at fair value through profit or loss.

3. SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of the financial statements are set out below. These policies have been consistently applied.

a) Financial Instruments

The Fund’s portfolio of investments is managed, and performance is evaluated, on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets’ performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income (“FVOCI”). The contractual cash flows of the Fund’s debt securities that are solely principal and interest are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund’s business model’s objective. Consequently, all investments are measured at fair value through profit or loss (“FVTPL”). Derivative assets and liabilities are also measured at FVTPL.

The Fund’s obligation for Net Assets attributable to holders of redeemable units is measured assuming the redemption of units at Net Asset Value on the valuation date. All other financial assets and liabilities are initially recognized at fair value and subsequently measured at amortized cost. Under this method, financial assets and liabilities reflect the amounts required to be received or paid, discounted when appropriate, at the financial instrument’s effective interest rate. The Fund’s accounting policies for measuring the fair value of its investments and derivatives are the same as those used in measuring its published Net Asset Value. The carrying values of the Fund’s financial assets and liabilities that are not carried at FVTPL approximate their fair values due to their short-term nature.

b) Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount reported 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 realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Fund or the counterparty.

c) Fair Value Measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets (such as publicly traded marketable securities) is based on quoted market prices at the close of trading on the measurement date. The Fund uses the last bid price for financial assets and the last ask price for financial liabilities. The Fund’s policy is to recognize transfers into and out of the fair value hierarchy levels as of the date of the event or change in circumstances giving rise to the transfer.

The fair value of financial assets and liabilities that are not traded in an active market, including over-the-counter derivatives, is determined using valuation techniques. The Fund uses a variety of methods and makes assumptions that are based on market conditions existing at each measurement date. Valuation techniques include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, and others commonly used by market participants that make the maximum use of observable inputs. Refer to note 12 for further information about the Fund's fair value measurements.

d) Cash

Cash is comprised of demand deposits with financial institutions.

e) Investment Transactions and Income and Expense Recognition

Investment transactions are accounted for on the trade date. The interest for distribution purposes shown on the Statements of Comprehensive Income 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 change in unrealized gain (loss) on 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. Dividend income and dividend expense on securities sold short are recognized on the ex-dividend date.

Option premiums paid or received by the Fund are, so long as the options are outstanding, reflected as an asset or liability, respectively, in the Statements of Financial Position and are valued at an amount equal to the current market value of an option that would have the effect of closing the position. Gains or losses realized upon expiration, repurchase or exercise of the options are included in net realized gains or losses on options.

f) Transaction Costs

Transaction costs directly attributable to the acquisition or disposal of an investment are expensed in the period incurred and disclosed as "Transaction costs" in the Statements of Comprehensive Income.

g) Foreign Currency Translation

The Fund's subscriptions and redemptions are denominated in Canadian dollars, which is also its functional and presentation currency. Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates that transactions occur. Foreign currency assets and liabilities denominated in a foreign currency are translated into the functional currency using the exchange rate prevailing at the measurement date. Foreign exchange gains and losses relating to cash are presented as "Net gain (loss) on foreign exchange on cash" and those relating to other financial assets and liabilities are presented within "Net realized gain (loss)" and "Net change in unrealized gain (loss)" in the Statements of Comprehensive Income.

h) Income Taxes

The Fund qualifies as a mutual fund trust under the Income Tax Act (Canada). The Fund distributes to its unitholders sufficient net income and net capital gains so that it is not subject to income taxes and, in substance, is exempt from Canadian taxes on these sources of income. Accordingly, the Fund does not record any Canadian income taxes. Since the Fund does not record income taxes, the tax benefit of capital and non-capital losses has not been reflected in the Statements of Financial Position as a deferred income tax asset. The Fund may incur 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.

i) Securities Lending

The Fund may enter into securities lending transactions. These transactions involve the temporary exchange of securities as collateral with a commitment to deliver the same securities on a future date. Income is earned from these transactions in the form of fees paid by the counterparty and, in certain circumstances, interest paid on securities held as collateral. Income earned from these transactions is recognized on an accrual basis and included in the Statements of Comprehensive Income.

j) Classification of Redeemable Units by the Fund

As required under International Accounting Standard ("IAS") 32, Financial Instruments: Presentation, units of an entity which include a contractual obligation for the issuer to repurchase or redeem them for cash or another financial asset must be classified as financial liabilities. The Fund's redeemable units do not meet the criteria in IAS 32 for classification as equity as the Fund has more than one contractual obligation to its unitholders.

4. REDEEMABLE UNITS

Authorized

The Fund is authorized to issue an unlimited number of classes or series of redeemable, transferable units each of which represents an equal, undivided interest in the Net Asset Value of the Fund. The Fund offers unlimited number of CAD units and USD units. The USD units of the Fund are identical to the CAD units of the Fund, except (a) the USD units are denominated in U.S. dollars whereas the CAD units are denominated in Canadian dollars and (b) any exposure that the portion of the Fund's portfolio which is allocable to the USD units has to foreign currencies will not be hedged back to the Canadian dollar. Each unit entitles the holder to one vote and to participate equally with respect to any and all distributions made by the Fund. Unitholders may sell units on the TSX; in addition, unitholders may redeem (i) units of the Fund for cash at a redemption price per unit equal to 95% of the closing price for the applicable units on the TSX on the effective day of redemption, less any applicable Administration Fee determined by the Manager in its sole discretion, or (ii) a prescribed number of units for the constituent securities of the portfolio and cash or, for cash only.

Issued

		2019
	CAD Units	**USD Units[1]**
Redeemable units, outstanding at January 1	**725,000**	**-**
Issuance of redeemable units	**400,000**	**50,000**
Redeemable units, outstanding at December 31	**1,125,000**	**50,000**
Weighted average number of redeemable units outstanding	**981,507**	**50,000**

1 For the period from August 12, 2019 (commencement of USD units) to December 31, 2019.

Issued

	2018
	CAD Units[1]
Redeemable units, outstanding at October 17	-
Issuance of redeemable units	725,000
Redeemable units, outstanding at December 31	725,000
Weighted average number of redeemable units outstanding	434,333

1 For the period from October 17, 2018 (commencement of operations) to December 31, 2018.

On October 17, 2018, the Fund issued 50,000 CAD units at $20.00 per unit for total cash proceeds of $1,000,000. Following its initial offering, the Fund issued 675,000 CAD units at an average price of $19.22 for a combination of total in-kind and cash proceeds of $12,974,120.

On August 12, 2019, the Fund issued 50,000 USD units at US$20 per unit for proceeds of CAD $1,330,450. During the year ended December 31, 2019, 400,000 CAD units were issued at an average price of $19.77.

At December 31, 2019, 78.7% of the Fund's CAD units were held by an investment fund managed by the Manager (December 31, 2018 - 93.1%).

On December 31, 2019, the Fund's closing market price was $21.06 per CAD unit (December 31, 2018 - $17.20) and US$21.89 per USD unit.

5. CAPITAL MANAGEMENT

The Fund's capital is comprised of its Net Assets attributable to holders of redeemable units, which may change significantly subject to the amount and frequency of subscriptions and redemptions at the discretion of unitholders. The Fund's objectives in managing its capital are to provide unitholders with: (a) stable monthly cash distributions; (b) the opportunity for capital appreciation; and (c) lower overall volatility of portfolio returns than would otherwise be experienced by owning securities of North American financial services companies directly. The Fund manages its capital taking into consideration the risk characteristics of its holdings.

6. DISTRIBUTIONS TO UNITHOLDERS

Distributions, as declared by the Manager, are made on a monthly basis to unitholders of the Fund. The Fund does not have a fixed distribution amount. The amount of distributions, if any, will be set at the Manager's sole discretion and may be based on the Manager's assessment of the prevailing market conditions, the Fund's ability to generate sufficient levels of distributable cash and any other factors that the Manager, in its discretion, may deem relevant.

For the year ended December 31, 2019, the Fund declared distributions of $1.00 (period ended December 31, 2018 – $0.20) per CAD unit, which amounted to $997,877 (period ended December 31, 2018 - $148,110). Also, for the period ended December 31, 2019, the Fund declared total distributions of US$0.39 per USD unit, which amounted to $25,553. Under the Fund's distribution reinvestment plan, unitholders of CAD units may elect to reinvest monthly distributions in additional CAD units of the Fund, which may be purchased in the open market.

On January 24, 2020, the Fund declared $0.08333 per CAD unit and US$0.08333 per USD unit of monthly distributions for record dates January 31, 2020, February 28, 2020, and March 31, 2020, respectively.

7. RELATED PARTY TRANSACTIONS

a) Management Fees

Pursuant to a management agreement, the Manager provides management, administrative and advisory services, including key management personnel, to the Fund. In consideration for these services, the Fund pays a management fee equal to 0.75% per annum of the Net Asset Value of the Fund, plus applicable taxes. The Net Asset Value of the Fund is determined by taking the total assets of the Fund and deducting the Fund's liabilities. This fee is calculated and payable monthly.

The Manager may, at its discretion, waive a portion of the management fees and/or reimburse the Fund to ensure that the sum of management fees and certain normal-course operating expenses is limited to approximately 0.95% (inclusive of GST/HST) of Net Asset Value.

For the year ended December 31, 2019, the management fee amounted to $166,014 (period ended December 31, 2018 - $13,529), of which $349 was payable as of December 31, 2019 (December 31, 2018 – nil). For the year ended December 31, 2019, the Manager absorbed $122,481 (period ended December 31, 2018 - $65,497) of costs. As at December 31, 2019, there was $2,188 receivable from the Manager (December 31, 2018 - $17,497 receivable from the Manager). The Fund is responsible for the payment of all expenses relating to its operations and the carrying on of its business.

b) Independent Review Committee Fees

The total remuneration paid to members of the Independent Review Committee during the year ended December 31, 2019 was $3,460 (period ended December 31, 2018 - $96) and consisted only of fees. As at December 31, 2019 and 2018, there were, respectively, zero and $721 prepaid in Independent Review Committee fees.

8. INVESTMENT TRANSACTIONS

Investment transactions, excluding brokerage commissions, for the year ended December 31, 2019 and the period ended December 31, 2018 were as follows:

	2019 **$**	2018 $[1]
Proceeds from sale of investments and options	**10,887,480**	130,081
Less cost of investments and options sold:		
Investments and options at cost, beginning of period/year	**13,818,695**	-
Investments purchased and options written during the period/year[2]	**19,084,205**	13,944,727
Investments and options at cost, end of period/year	**(22,002,791)**	(13,818,695)
Cost of investments sold and options written during the period/year	**10,900,109**	126,032
Net realized gain (loss) on sale of investments and options	**(12,629)**	4,049

1 For the period from October 17, 2018 (commencement of operations) to December 31, 2018.
2 Includes in-kind transactions.

For the year ended December 31, 2019 and the period ended December 31, 2018, there were no soft dollar amounts paid.

9. OPTION CONTRACTS

The Fund may write covered call or cash covered put options to generate additional income. The Fund had the following call option contracts outstanding:

As at December 31, 2019:

Underlying Interest	**No. of Contracts**[1]	**Expiration Date**		**Strike Price per Contract $**	**Premium Received (CAD) $**	**Fair Value (CAD) $**
American Express Company	10	17-Jan-20	USD	130.00	526	(123)
Aon PLC	5	17-Jan-20	USD	210.00	918	(1,217)
Bank of America Corporation	65	17-Jan-20	USD	35.00	3,544	(7,006)
Citigroup Inc.	28	17-Jan-20	USD	80.00	2,383	(5,672)
First Republic Bank	20	17-Jan-20	USD	115.00	3,271	(11,298)
Goldman Sachs Group Inc. (The)	10	17-Jan-20	USD	230.00	2,992	(5,876)
JPMorgan Chase & Co.	22	17-Jan-20	USD	135.00	3,101	(13,570)
MasterCard Incorporated	6	17-Jan-20	USD	300.00	2,633	(2,785)
Morgan Stanley	40	17-Jan-20	USD	52.50	2,555	(2,831)
PNC Financial Services Group Inc. (The)	15	17-Jan-20	USD	160.00	2,713	(4,879)
S&P Global Inc.	10	17-Jan-20	USD	280.00	1,750	(1,331)
					26,386	**(56,588)**

1 Each contract was written for 100 shares of the underlying security.

As at December 31, 2018:

Underlying Interest	No. of Contracts[1]	Expiration Date		Strike Price per Contract $	Premium Received (CAD) $	Fair Value (CAD) $
American Express Company	10	18-Jan-19	USD	100.00	1,062	(1,296)
Aon PLC	6	18-Jan-19	USD	165.00	1,030	(3)
Bank of America Corporation	30	18-Jan-19	USD	29.00	762	(5)
BOK Financial Corporation	10	18-Jan-19	USD	85.00	1,059	(9)
Citigroup Inc.	11	18-Jan-19	USD	67.50	529	(38)
CME Group Inc.	4	18-Jan-19	USD	195.00	1,276	(915)
Comerica Incorporated	12	18-Jan-19	USD	72.50	850	(1,384)
First Republic Bank	10	18-Jan-19	USD	100.00	1,912	(25)
Goldman Sachs Group Inc. (The)	5	18-Jan-19	USD	180.00	1,001	(942)
JPMorgan Case & Co.	10	18-Jan-19	USD	110.00	2,130	(109)
Mastercard Incorporated	5	18-Jan-19	USD	200.00	1,424	(1,229)
Morgan Stanley	20	18-Jan-19	USD	43.00	1,089	(956)
Northern Trust Corporation	10	18-Jan-19	USD	95.00	1,193	(341)
PNC Financial Services Group Inc. (The)	9	18-Jan-19	USD	123.00	1,518	(1,186)
Progressive Corporation (The)	15	18-Jan-19	USD	70.00	1,178	(48)
S&P Global Inc.	5	18-Jan-19	USD	185.00	1,056	(256)
Toronto-Dominion Bank (The)	10	18-Jan-19	CAD	76.00	530	(55)
					19,599	(8,797)

1 Each contract was written for 100 shares of the underlying security.

10. FOREIGN CURRENCY FORWARD CONTRACTS

The Fund uses foreign currency forward contracts to hedge foreign exchange risks associated with its US dollar investment portfolio for the Fund's CAD units. During the year ended December 31, 2019, the Fund realized a loss in the amount of $133,103 (period ended December 31, 2018 – nil) on the close-out of certain contracts. The following foreign currency forward contracts, the Fund has entered with a Canadian Chartered bank are with a DBRS rating of AA.

At December 31, 2019:

Canadian Dollars Purchased (Sold)	**US Dollars Purchased (Sold)**	**Maturity Date**	**Forward Rate (USD/CAD)**	**Fair Value (CAD) $**
16,388,048	(12,398,000)	15-Jan-20	0.75653	289,667
820,719	(629,000)	15-Jan-20	0.76640	3,984
17,208,767	**(13,027,000)**			**293,651**

At December 31, 2018:

Canadian Dollars Purchased (Sold)	US Dollars Purchased (Sold)	Maturity Date	Forward Rate (USD/CAD)	Fair Value (CAD) $
850,000	(659,216)	15-Jan-19	0.77555	(49,664)
775,423	(590,000)	15-Jan-19	0.76088	(29,778)
1,700,786	(1,300,000)	15-Jan-19	0.76435	(73,386)
2,511,110	(1,900,000)	15-Jan-19	0.75664	(81,911)
5,784,512	(4,370,000)	15-Jan-19	0.75547	(179,437)
(1,175,396)	870,000	15-Jan-19	0.74018	11,935
10,446,435	(7,949,216)			(402,241)

11. SECURITIES LENDING

The Fund has entered into a securities lending program with its custodian, CIBC Mellon Trust Company (and certain of its affiliates). The aggregate market value of all securities loaned by the Fund cannot exceed 50% of the assets of the Fund. The Fund will receive collateral of at least 102% of the value of the securities on loan. Collateral will generally be comprised of cash and obligations of, or guaranteed by, the Government of Canada or a province thereof, or the United States Government or its agencies, or a permitted supranational agency as defined in National Instrument 81-102. There were no securities on loan as at December 31, 2019.

Securities lending income reported in the Statements of Comprehensive Income is net of a securities lending charge which the Fund's custodian, CIBC Mellon Trust Company (and certain of its affiliates), is entitled to receive.

For the year ended December 31, 2019 and the period ended December 31, 2018, the Fund did not engage in securities lending activities.

12. FINANCIAL RISK MANAGEMENT

The Fund's investment activities expose it to a variety of financial risks. The Schedule of Investment Portfolio presents the securities held by the Fund as at December 31, 2018, and groups the securities by country and market segment. The following summary represents the investment sectors held by the Fund as at December 31, 2018. Significant risks that are relevant to the Fund are discussed below.

As at December 31, 2018

Investment Sector	% of Portfolio
Asset management & custody banks	4.9
Consumer finance	4.9
Data processing & outsourced services	9.5
Diversified banks	23.5
Financial exchanged & data	19.4
Insurance brokers	5.1
Life & health insurance	5.0
Property & casualty insurance	4.8
Regional banks	22.9
Total	100.0

The Manager attempts to minimize the potential adverse effects of these risks on the Fund's performance by employing regular rebalancing of the investment portfolio within the constraints of the investment objectives. To assist in managing these risks, 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 restrictions, internal guidelines, and securities regulations.

The investment portfolio is comprised of North American, exchange-listed equity securities.

a) Other Price Risk

Other price 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 Manager attempts to moderate this risk through the careful management of derivatives within the parameters of the investment strategy. Except for options written, the maximum risk of loss resulting from financial instruments is equivalent to their fair value. No additional risk is introduced by covered call options written.

The Fund is exposed to other price risk from its investment in equity securities and option contracts. As at December 31, 2019, had the prices on the respective stock exchanges for these securities increased by 10%, with all other variables held constant, Net Assets attributable to holders of redeemable units would have increased by approximately $2.2 million or 8.9% (December 31, 2018 – approximately $1.2 million or 9.9%). Similarly, had the prices on the respective stock exchanges for these securities decreased by 10%, with all other variables held constant, Net Assets attributable to holders of redeemable units would have decreased by approximately $2.4 million or 9.6% (December 31, 2018 – approximately $1.3 million or 10.2%). In practice, the actual trading results may differ, and the difference could be material.

b) Credit Risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund. The Fund did not have significant credit risk exposure as at December 31, 2019 and 2018. The carrying amount of securities on loan, cash and income receivable represents the maximum credit risk exposure as they will be settled in the short term.

All transactions in securities are settled/paid for upon delivery. The risk of default is considered minimal as delivery of securities sold is only made once the Fund has received payment. The trade will fail if either party fails to meet its obligation.

c) Liquidity Risk

Liquidity risk is the risk that the Fund may not be able to settle or meet its obligations on time or at a reasonable price. The Fund is subject to the potential daily net redemptions of units. The Fund invests its Net Assets in securities that are traded on public exchanges and expects that the securities may be sold on a timely basis although there may not be sufficient time to sell the securities at a reasonable price. In addition, the Fund expects that most redemptions will be in-kind, which allows the Fund to deliver securities to meet its redemption obligations.

The tables below list the Fund's financial liabilities by relevant maturity groupings based on the remaining period between the financial statement date and the contractual maturity date.

As at December 31, 2019:

	Less Than 3 Months $	**3 Months to 1 Year $**	**Greater Than 1 Year $**	**Total $**
Option contracts written, at fair value	56,588	-	-	56,588
Accounts payable and accrued liabilities	58,333	-	-	58,333
Distributions payable to unitholders	99,188	-	-	99,188
	214,109	**-**	**-**	**214,109**

As at December 31, 2018:

	Less Than 3 Months $	3 Months to 1 Year $	Greater Than 1 Year $	Total $
Option contracts written, at fair value	8,797	-	-	8,797
Unrealized loss on foreign currency forward contracts	414,176	-	-	414,176
Accounts payable and accrued liabilities	59,276	-	-	59,276
Distributions payable to unitholders	60,414	-	-	60,414
	542,663	-	-	542,663

d) Currency Risk

Currency risk is the risk that financial instruments that are denominated in a currency other than the Canadian dollar, which is the Fund's reporting currency, will fluctuate due to changes in exchange rates. The investment portfolio of the Fund includes cash and equities that are primarily US-dollar denominated. The Fund's CAD units currency risk is substantially hedged with the use of foreign currency forward contracts. The tables below indicate the foreign currency investment holdings in the Fund's CAD units and the corresponding foreign currency hedges as at December 31, 2019 and 2018 in Canadian dollar terms. The tables also illustrate the potential impact to the Fund's Net Assets attributable to holders of redeemable units, all other variables held constant, as a result of a 5% change in the foreign currency related to the Canadian dollar. In practice, the actual trading results may differ, and the difference could be material.

As at December 31, 2019:

	Investments and Options $	**Cash and Other Receivables $**	**Foreign Currency Forward Contracts (note 10) $**	**Total Currency Exposure $**	**Impact on Net Assets $**	**Impact on Net Assets (%)**
US dollars	16,866,997	29,131	(16,915,117)	(18,989)	(949)	0.0
	16,866,997	**29,131**	**(16,915,117)**	**(18,989)**	**(949)**	**0.0**

As at December 31, 2018:

	Investments and Options $	Cash and Other Receivables $	Foreign Currency Forward Contracts (note 10) $	Total Currency Exposure $	Impact on Net Assets $	Impact on Net Assets (%)
US dollars	10,885,153	51,944	(10,848,676)	88,421	4,421	0.0
	10,885,153	51,944	(10,848,676)	88,421	4,421	0.0

The table below indicates the Canadian currency investment holdings in the Fund's USD units and illustrates the potential impact of the Fund's Net Assets attributable to holders of redeemable units, all other variables held constant, as a result of a 5% change in the Canadian currency related to the US dollar. In practice, the actual trading results may differ, and the difference could be material. The Fund's USD units are redeemable in US dollars, therefore they are not subject to the US dollar currency exposure. The USD units are exposed to the Canadian currency exposure through the holdings of Canadian securities.

As at December 31, 2019 – USD Class:

	Investments and Options USD$	Cash and Other Receivables USD$	Foreign Currency Forward Contracts (note 10) USD$	Total Currency Exposure USD$	Impact on Net Assets USD$	Impact on Net Assets (%)
US dollars	297,711	10,161	-	307,872	15,394	1.4
	297,711	**10,161**	**-**	**307,872**	**15,394**	**1.4**

13. FAIR VALUE MEASUREMENT

The Fund's assets and liabilities recorded at fair value have been categorized within a hierarchy which gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1) and the lowest priority to unobservable inputs (level 3).

The Fund classifies its investments and derivative assets/liabilities into three categories based on the nature of the inputs used to determine their fair value. The categories and the nature of the inputs used in each category are as follows:

Level 1: Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities.

Level 2: Inputs, other than quoted prices, that are observable for the asset or liability, either directly or indirectly, including inputs in markets that are not considered to be active.

Level 3: Inputs that are unobservable. There is little if any market activity. Inputs into the determination of fair value require significant management judgement or estimation.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

Assets and liabilities at fair value as at December 31, 2019	**Level 1 $**	**Level 2 $**	**Level 3 $**	**Total $**
Equities	24,743,490	-	-	24,743,490
Foreign currency forward contracts gain	-	293,651	-	293,651
Option contracts written	(56,588)	-	-	(56,588)
Total	**24,686,902**	**293,651**	**-**	**24,980,553**

Assets and liabilities at fair value as at December 31, 2018	Level 1 $	Level 2 $	Level 3 $	Total $
Equities	12,732,765	-	-	12,732,765
Foreign currency forward contracts gain	-	11,935	-	11,935
Foreign currency forward contracts loss	-	(414,176)	-	(414,176)
Option contracts written	(8,797)	-	-	(8,797)
Total	12,723,968	(402,241)	-	12,321,727

There were no transfers of financial assets and liabilities between the levels during the year ended December 31, 2019 and the period ended December 31, 2018.

All fair value measurements above are recurring. The carrying values of cash, receivable from Manager, income receivable, distributions payable and accounts payable and accrued liabilities approximate their fair values due to their short-term nature. 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, the instrument is 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.

a) Equities

The Fund's equity positions are classified as level 1 as the securities are actively traded and a reliable price is observable. The net realized and net change in unrealized gain from equity securities during the year ended December 31, 2019 was $3,861,188 (period ended December 31, 2018 – loss of $1,104,925).

b) Foreign Currency Forward Contracts

The Fund may enter into foreign currency forward contracts, which are agreements between two parties to buy and sell currencies at a set price on a future date. The fair value of such contracts will fluctuate with changes in currency exchange rates. The forward contracts' value, which is based on current forward rates, is the value that could be realized if the forward contracts were closed out on the financial reporting date and the change in fair value recorded as an unrealized gain or loss. When the contract is closed, the Fund records a realized gain or loss equal to the difference between the value of the contract on the date it was opened and the value on the date it was closed. Foreign currency forward contracts are classified as level 2. The net realized and net change in unrealized gain from derivatives during the year ended December 31, 2019 was $562,789 (period ended December 31, 2018 – loss of $402,241).

c) Options Contracts

The Fund's option contracts written are classified as level 1 as the options are based on unadjusted quoted prices in active markets. The net realized and net change in unrealized loss from option contracts during the year ended December 31, 2019 was $94,979 (period ended December 31, 2018 – gain of $14,247).

14. OFFSETTING OF FINANCIAL INSTRUMENTS

The Fund has a foreign exchange settlement and novation netting agreement in place for its foreign currency forward contracts that does not meet the criteria for offsetting in the Statements of Financial Position but allows for the related amounts to be set off in certain circumstances, such as bankruptcy or termination of the contracts. The following tables present the Fund's financial assets and liabilities subject to offsetting, enforceable master netting arrangement and similar agreements. The tables are presented by type of financial instruments, as at December 31, 2019 and December 31, 2018.

As at December 31, 2019:

		Amounts eligible for offset		
Financial Assets and Liabilities	**Gross Amounts of Recognized Financial Assets/Liabilities $**	**Net Amounts of Financial Assets/Liabilities Presented in the Statement of Financial Position $**	**Financial Instruments Eligible for Offset $**	**Net Amount $**
Derivative Assets	293,651	293,651	-	293,651
Derivative Liabilities	-	-	-	-
Total	**293,651**	**293,651**	**-**	**293,651**

As at December 31, 2018:

		Amounts eligible for offset		
Financial Assets and Liabilities	Gross Amounts of Recognized Financial Assets/Liabilities $	Net Amounts of Financial Assets/Liabilities Presented in the Statement of Financial Position $	Financial Instruments Eligible for Offset $	Net Amount $
Derivative Assets	11,935	11,935	(11,935)	-
Derivative Liabilities	(414,176)	(414,176)	11,935	(402,241)
Total	(402,241)	(402,241)	-	(402,241)

15. INCOME TAXES

The Fund had accumulated capital losses of $148,677 and no accumulated non-capital losses as at December 31, 2019 (December 31, 2018 – nil). The capital losses can be carried forward for an indefinite period.

CORPORATE INFORMATION

Independent Review Committee

Patricia Meredith, BMath, MBA, PhD, FCPA/FCA

Arthur R.A. Scace, QC, CM

Ken S. Woolner, BSc, PEng

Directors and Officers of the Manager

Mark A. Caranci, BComm, CPA, CA
Director, President and
Chief Executive Officer

Christopher S.L. Hoffmann, LLB, MS
Director

Craig T. Kikuchi, BA, CPA, CA, CFA
Director and Chief Financial Officer

Raymond R. Pether, BA, MBA
Director

Stephen Allen
Senior Vice President

Christopher Cullen, BASc, MBA, CFA
Senior Vice President

Laura Lau, BASc (Hons), CFA, DMS
Senior Vice President and
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Michelle L. Tiraborelli, BSc, MBA
Senior Vice President

Michael D. Clare, BComm (Hons), CPA, CA, CFA
Vice President and Portfolio Manager

Ann P. Wong, BA, MAcc, CPA, CA, CPA (Delaware), CFA
Vice President and Controller

Kathryn A.H. Banner, BA, MA
Vice President and Corporate Secretary

Trustee

Brompton Funds Limited

Custodian

CIBC Mellon Trust Company

Auditor

PricewaterhouseCoopers LLP

Website

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