



**GREG PAYNE, PHD, CFA**

## MANAGER'S COMMENTARY

Financial market activity in June was dominated by the drama of the British referendum vote to leave the European Union. Although much of the initial losses were recouped by month end, the vote points to increased political and economic uncertainty for years to come, and not just in Europe (as Americans contemplate the very real possibility of a Trump administration).

Brexit news overshadowed some pretty dramatic moves in the environmental sectors. As is so often the case, Elon Musk found a way to dominate the headlines, this time by announcing intentions to use his car company, Tesla, to buy his cousins' rooftop solar installer SolarCity (Elon Musk is chair of the board). Beyond potential conflicts of interest and self-dealing, it is hard to see the rationale of buying another cash-draining company when Tesla requires enormous amounts of new capital and focus to deliver on its production and cost targets for the Model 3 launch.

Another interesting development was the announcement by Canada's Brookfield Asset Management of its purchase of 12% of SunEdison yieldco Terraform Power and the possibility of acquiring significantly more. SunEdison's Terraform companies (Greenchip fund holds Terraform Global) have been under a cloud of uncertainty since the bankruptcy announcement of their parent. While financial reports are delayed due to the ongoing disentangling of operations, it is our view that the generation assets held by the Terraforms are not eligible to satisfy SunEdison creditor claims, and that fears to the contrary have led these assets to be significantly undervalued by the market. It now seems that Brookfield, with its reputation for shrewd financial decisions, agrees with our assessment.

**FUND PRICE (AS OF JUNE 30, 2016): \$11.61 (CLASS A), \$12.25 (CLASS F), \$13.62 (CLASS I)**

### MONTHLY FUND PERFORMANCE (GROSS)

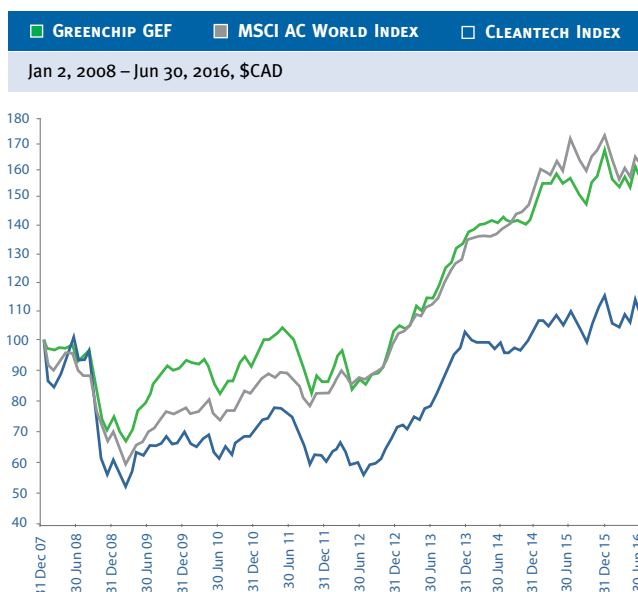
NAV RETURN % (\$CAD)	JAN 2016	FEB 2016	MAR 2016	APR 2016	MAY 2016	JUN 2016	JUL 2016	AUG 2016	SEP 2016	OCT 2016	NOV 2016	DEC 2016	YTD
Greenchip GEF	-5.2	-1.3	1.7	-1.2	3.9	-2.4	--	--	--	--	--	--	<b>-4.8%</b>
MSCI World	-4.8	-4.5	2.0	-1.6	5.0	-1.8	--	--	--	--	--	--	<b>-5.9%</b>
Cleantech	-7.0	-0.3	2.6	-2.3	6.0	-3.7	--	--	--	--	--	--	<b>-5.1%</b>

### GROSS RETURNS

	GREENCHIP GEF	MSCI WORLD	CLEANTECH
1 Month	-2.4%	-1.8%	-3.7%
3 Month	0.2%	1.4%	-0.3%
6 Month	-4.8%	-5.9%	-5.1%
1 Year	1.3%	1.1%	2.0%
3 Year*	13.0%	14.6%	13.2%
5 Year*	9.4%	13.1%	7.4%
Since Inception*	5.5%	5.9%	0.9%
2015	18.0%	18.9%	21.8%
2014	6.9%	14.4%	-0.3%
2013	35.8%	35.2%	46.3%
2012	11.7%	13.3%	4.9%
2011	-10.1%	-3.2%	-16.2%

\* annualized performance

### GROWTH OF \$100 (GROSS)



Disclaimer: Commissions, trailing commissions, management fees and expenses all may be associated with the Greenchip Global Equity Fund (the "Fund"). The investments discussed above may not be suitable for all investors. Some conditions apply. Investors should carefully review the Fund's Offering Memorandum, including the risk factors detailed therein under the heading "Risk Factors", prior to investing in the Fund. The indicated rates of return for the Fund, if any, are historical total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any security holder that would have reduced returns. There can be no assurance that the Fund objectives will be met. The Morgan Stanley World Index has been chosen as the benchmark for the Fund because it is the most relevant available index for comparison given the diversification of the Fund. The Fund is not guaranteed, its value changes frequently and past performance may not be repeated. Any opinions expressed in the commentary are those of the author and do not necessarily reflect the views and opinions of the Manager or any distributor of the Fund. The views expressed are of a general nature and should not be interpreted as investment advice to you in any way. Please consult a qualified financial advisor before making an investment decision. The portfolio manager/advisor/sub-advisor has a direct interest in the management and performance fees of the Fund, and may, at any given time, have a direct interest in the Fund itself.

The investment objective of the Fund is to outperform the Morgan Stanley World Index over a full market cycle. The Fund invests in publicly listed companies located around the world that operate in our targeted environmental sectors and that we believe are trading at a discount to their future cash generation potential.

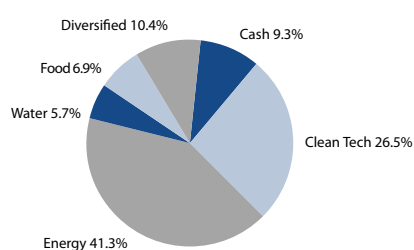
## FUND FACTS

<b>ASSET CLASS:</b> Global Equity (Environmental Sectors)	<b>PURCHASE AND REDEMPTIONS:</b> Last business day of each month
<b>BENCHMARK:</b> MSCI World Index	<b>CUSTODIAN:</b> RBC Dexia Investor Services
<b>FUND TYPE:</b> Open end investment trust	<b>AUDITOR:</b> PricewaterhouseCoopers LLP
<b>QUALIFIED PURCHASER:</b> Accredited Investor	<b>LEGAL COUNSEL:</b> Miller Thomson LLP
<b>MINIMUM INVESTMENT:</b> \$50,000	<b>PERFORMANCE FEE:</b> 10% of profits above a 6% hurdle (payable only on redemption)
<b>RRSP ELIGIBLE:</b> Yes	<b>MANAGEMENT FEES:</b> Class A: 1.5 %
<b>FUNDSERV CODES:</b> Class A: eco 100	Class F: 1.0 %
Class F: eco 200	Class I: Negotiable
Class I: eco 300	

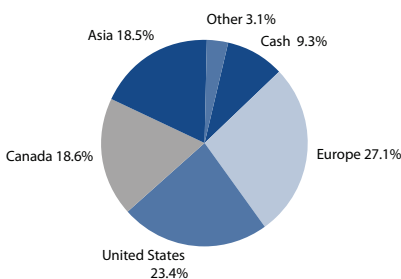
## PORTFOLIO SUMMARY

COMPANY NAME	REGION	SIZE	SECTOR	MARKET VALUE	WEIGHT
Boralex	Canada	Small	Energy	\$1,765,617.48	5.9%
Trina Solar	Asia	Mid	Energy	\$1,708,831.17	5.7%
Jinko Solar	Asia	Mid	Energy	\$1,588,051.95	5.3%
Alstom	Europe	Large	Diversified	\$1,566,152.07	5.2%
Siemens	Europe	Large	Diversified	\$1,528,081.50	5.1%
AVX Corp	United States	Mid	Clean Tech	\$1,269,818.18	4.3%
KSB	Europe	Mid	Water	\$1,229,981.24	4.1%
Infineon Technologies	Europe	Mid	Clean Tech	\$1,123,214.54	3.8%
AGCO	United States	Mid	Food	\$1,101,740.26	3.7%
JA Solar	Asia	Small	Energy	\$1,067,532.47	3.6%
Cosan	Brazil	Mid	Energy	\$930,000.00	3.1%
Eaton Corp	United States	Large	Clean Tech	\$853,285.71	2.9%
Faiveley	Europe	Mid	Clean Tech	\$656,150.99	2.2%
Itron	United States	Mid	Clean Tech	\$643,701.30	2.2%
ABB	Europe	Large	Energy	\$605,201.30	2.0%
IXYS Corp	United States	Small	Clean Tech	\$599,025.97	2.0%
Philips Lighting	Europe	Mid	Clean Tech	\$598,759.20	2.0%
TSO3	Canada	Small	Clean Tech	\$560,000.00	1.9%
Other Equities	–	–	–	\$6,653,935.51	20.6%
Fixed Income	–	–	–	\$1,017,855.00	3.4%
Cash	–	–	–	\$2,773,547.91	9.3%
<b>Total Value</b>	–	–	–	<b>\$29,840,483.75</b>	<b>100.0%</b>

### SECTOR ALLOCATION



### GEOGRAPHIC ALLOCATION



### MARKET CAP ALLOCATION

