

**Annual Financial Statements**

# **AGFiQ ETFs**

September 30, 2018



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# Management's Responsibility for Financial Reporting

November 23, 2018

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The accompanying financial statements of the Funds (as defined in Note 1(a)) have been prepared by AGF Investments Inc. (the "Manager"). The Manager of the Funds is responsible for the information and representations contained in these financial statements.

The Manager maintains appropriate processes to ensure that relevant and reliable financial information is produced. The financial statements have been prepared in accordance with International Financial Reporting Standards and include certain amounts that are based on estimates and judgments. The significant accounting policies which management believes are appropriate for the Funds are described in Note 2 to the financial statements.

The Board of Directors of AGF Investments Inc., as trustee, is responsible for reviewing and approving the financial statements of the Funds after reviewing management's report of its financial reporting responsibilities.



Blake C. Goldring, CFA  
Chairman  
AGF Investments Inc.



Adrian Basaraba  
Senior Vice President &  
Chief Financial Officer  
AGF Investments Inc.

# Independent Auditor's Report

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To the Unitholders and Trustee of

AGFiQ Enhanced Core Canadian Equity ETF (formerly *QuantShares Enhanced Core Canadian Equity ETF*)  
AGFiQ Enhanced Core Emerging Markets Equity ETF (formerly *QuantShares Enhanced Core Emerging Markets Equity ETF*)  
AGFiQ Enhanced Core International Equity ETF (formerly *QuantShares Enhanced Core International Equity ETF*)  
AGFiQ Enhanced Core US Equity ETF (formerly *QuantShares Enhanced Core US Equity ETF*)  
AGFiQ Enhanced Global ESG Factors ETF  
AGFiQ Enhanced Global Infrastructure ETF  
AGFiQ Global Equity Rotation ETF (formerly *QuantShares Global Equity Rotation ETF*)  
AGFiQ MultiAsset Allocation ETF (formerly *QuantShares MultiAsset Allocation ETF*)  
AGFiQ MultiAsset Income Allocation ETF (formerly *QuantShares MultiAsset Income Allocation ETF*)

(collectively, the Funds)

We have audited the accompanying September 30, 2018 annual financial statements of each of the Funds, which comprise the statements of financial position, comprehensive income, cash flows and changes in net assets attributable to holders of redeemable units as at and for the periods indicated in Note 1(b), and the related notes, which comprise a summary of significant accounting policies and other explanatory information.

## **Management's responsibility for the financial statements**

Management is responsible for the preparation and fair presentation of the financial statements of each of the Funds in accordance with International Financial Reporting Standards, 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.

## **Auditor's responsibility**

Our responsibility is to express an opinion on the financial statements of each of the Funds based on our audits. We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

## **Opinion**

In our opinion, the financial statements of each of the Funds present fairly, in all material respects, the financial position, financial performance and cash flows of each of the Funds as at and for the periods indicated in Note 1(b) in accordance with International Financial Reporting Standards.

*PricewaterhouseCoopers LLP*

Chartered Professional Accountants, Licensed Public Accountants

Toronto, Ontario  
November 23, 2018

# AGFiQ Enhanced Core Canadian Equity ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENTS OF FINANCIAL POSITION

As at	September 30, 2018	September 30, 2017
<b>Assets</b>		
<b>Current Assets</b>		
Investments at fair value through profit or loss	\$ 65,548	\$ 94,739
Foreign exchange forward contracts at fair value through profit or loss	-	-
Cash and cash equivalents	385	746
Cash collateral received for securities on loan (Note 2)	-	-
Receivable for units issued	-	-
Receivable for investments sold	-	-
Receivable for foreign exchange forward contracts	-	-
Dividends and interest receivable	199	256
Tax reclaims receivable	-	-
	<b>66,132</b>	<b>95,741</b>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Bank overdraft	-	-
Foreign exchange forward contracts at fair value through profit or loss	-	-
Payable for cash collateral under securities lending (Note 2)	-	-
Accrued management fees (Note 7(a))	5	6
Accrued expenses (Note 7(b))	-	1
Payable for units redeemed	-	-
Payable for distributions	-	-
Payable for investments purchased	-	-
Payable for foreign exchange forward contracts	-	-
Foreign taxes payable	-	-
	<b>5</b>	<b>7</b>
<b>Net Assets Attributable to Holders of Redeemable Units (Note 2)</b>	<b>\$ 66,127</b>	<b>\$ 95,734</b>
<b>Investments at Cost (Note 2)</b>	<b>\$ 65,724</b>	<b>\$ 92,785</b>
<b>Net Assets Attributable to Holders of Redeemable Units per Unit (Note 6)</b>	<b>\$ 26.19</b>	<b>\$ 26.05</b>

Approved by the Board of Directors of AGF Investments Inc.



Blake C. Goldring, Director



Adrian Basaraba, Director

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

# AGFiQ Enhanced Core Canadian Equity ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended September 30,	2018	2017
<b>Income</b>		
Dividends	\$ 1,585	\$ 831
Interest for distribution purposes (Note 2)	34	13
Net realized gain (loss) on investments	2,399	(697)
Net change in unrealized appreciation (depreciation) in value of investments	(2,130)	1,954
Net gain (loss) on investments	1,888	2,101
Net realized gain (loss) on derivatives	-	-
Net change in unrealized appreciation (depreciation) in value of derivatives	-	-
Net gain (loss) on derivatives	-	-
Securities lending income (Note 2)	5	3
Net gain (loss) on foreign currencies and other net assets	-	(1)
<b>Total Income (Loss), Net</b>	<b>1,893</b>	<b>2,103</b>
<b>Expenses</b>		
Management fees (Note 7(a))	240	105
Independent review committee fees	5	5
Harmonized sales tax and other taxes	28	13
Foreign withholding taxes (Note 5)	-	-
Commissions and other portfolio transaction costs (Note 2)	71	24
Total expenses	344	147
Less expenses waived/absorbed by Manager (Note 7(b))	-	-
Net expenses	344	147
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations</b>	<b>\$ 1,549</b>	<b>\$ 1,956</b>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Note 2)</b>	<b>\$ 0.67</b>	<b>\$ 1.21</b>

## STATEMENTS OF CASH FLOWS

For the periods ended September 30,	2018	2017
<b>Cash Flows from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units from operations	\$ 1,549	\$ 1,956
Adjustments for:		
Exchange (gain) loss on foreign currencies	-	-
Net realized (gain) loss on investments and derivatives	(2,399)	697
Net change in unrealized (appreciation) depreciation in value of investments and derivatives	2,130	(1,954)
Purchases of investments and derivatives*	(41,676)	(17,776)
Proceeds from sale and maturity of investments and derivatives**	41,016	17,296
Non-cash dividends reinvested	-	-
(Increase) decrease in dividends and interest receivable	57	(256)
(Increase) decrease in accrued interest for short-term investments	-	-
(Increase) decrease in tax reclaims receivable	-	-
Increase (decrease) in accrued management fees	(1)	6
Increase (decrease) in accrued expenses	(1)	1
<b>Net Cash Generated (Used) by Operating Activities</b>	<b>675</b>	<b>(30)</b>
<b>Cash Flows from Financing Activities</b>		
Distributions paid to holders of redeemable units, net of reinvestments	(800)	-
Proceeds from redeemable units issued*	214	789
Amounts paid on redemption of redeemable units**	(450)	(13)
<b>Net Cash Generated (Used) by Financing Activities</b>	<b>(1,036)</b>	<b>776</b>
Exchange gain (loss) on foreign currencies	-	-
Net increase (decrease) in cash and cash equivalents	(361)	746
Cash and cash equivalents (Bank overdraft) beginning of period	746	-
<b>Cash and Cash Equivalents (Bank Overdraft) End of Period</b>	<b>\$ 385</b>	<b>\$ 746</b>
Interest received, net of withholding tax*	\$ 34	\$ 13
Dividends received, net of withholding tax*	\$ 1,642	\$ 575

\* Excludes in-kind subscriptions of \$25,226 (2017 - \$94,254)

\*\* Excludes in-kind redemptions of \$55,346 (2017 - \$1,252)

\* Included as part of Cash Flows from Operating Activities

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

# AGFiQ Enhanced Core Canadian Equity ETF (Note 1)

THOUSANDS OF DOLLARS

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

For the periods ended September 30,			For the periods ended September 30,		
	2018	2017		2018	2017
<b>Net Assets Attributable to Holders of Redeemable Units at Beginning of Period</b>	\$ 95,734	\$ -	Distributions to holders of redeemable units (Note 6):		
Increase (decrease) in net assets attributable to holders of redeemable units from operations	1,549	1,956	Net investment income	\$ (800)	\$ -
Redeemable unit transactions (Note 6):			Capital gains	-	-
Proceeds from redeemable units issued	25,440	95,043	Return of capital	-	-
Reinvestment of distributions to holders of redeemable units	-	-		(800)	-
Payments on redemption of redeemable units	(55,796)	(1,265)	Increase (decrease) in net assets attributable to holders of redeemable units for the period	(29,607)	95,734
Net increase (decrease) from redeemable unit transactions	(30,356)	93,778	<b>Net Assets Attributable to Holders of Redeemable Units at End of Period</b>	\$ 66,127	\$ 95,734

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

# AGFiQ Enhanced Core Canadian Equity ETF (Note 1)

SCHEDULE OF INVESTMENT PORTFOLIO AS AT SEPTEMBER 30, 2018

No. of Shares	Average Cost (\$)	Fair Value (\$)	No. of Shares	Average Cost (\$)	Fair Value (\$)		
<b>Consumer Discretionary (6.7%)</b>			<b>Industrials (continued)</b>				
3,812	BRP Inc.	238,511	230,969	5,672	Morneau Shepell Inc.	153,459	153,541
3,770	Canadian Tire Corporation Limited 'A'	650,724	570,552	9,574	NFI Group Inc.	491,300	481,285
7,262	Cogeco Communications Inc.	464,535	469,852	7,069	Transcontinental Inc. 'A'	209,666	161,880
4,948	Dollarama Inc.	221,734	201,334	20,516	Waste Connections Inc.	1,932,611	2,112,327
16,641	Gildan Activewear Inc.	643,030	653,991			5,118,200	5,492,676
44,370	Quebecor Inc. 'B'	1,044,307	1,149,183				
15,140	Restaurant Brands International Inc.	1,186,304	1,157,907	<b>Information Technology (4.9%)</b>			
		4,449,145	4,433,788	12,726	CGI Group Inc. 'A'	908,249	1,059,821
				1,812	Constellation Software Inc.	1,416,565	1,721,165
				9,909	Open Text Corporation	486,185	487,027
						2,810,999	3,268,013
<b>Consumer Staples (3.4%)</b>			<b>Materials (11.7%)</b>				
20,771	Alimentation Couche-Tard Inc. 'B'	1,321,770	1,342,014	12,643	Agnico Eagle Mines Limited	720,310	557,809
5,069	Loblaw Companies Limited	341,569	336,379	37,351	Barrick Gold Corporation	728,051	533,746
14,209	METRO INC.	618,221	570,918	101,212	Centerra Gold Inc.	630,294	521,242
		2,281,560	2,249,311	27,800	Detour Gold Corporation	290,225	290,232
				17,134	Franco-Nevada Corporation	1,595,226	1,384,427
<b>Energy (13.9%)</b>				21,087	Goldcorp Inc.	374,679	277,505
44,457	Canadian Natural Resources Limited	1,966,850	1,876,086	82,658	HudBay Minerals Inc.	468,219	540,583
51,376	Freehold Royalties Limited	655,528	572,329	30,569	Lundin Mining Corporation	254,258	209,092
28,254	Husky Energy Inc.	531,287	640,801	3,561	Methanex Corporation	309,278	363,079
20,989	Imperial Oil Limited	849,790	877,340	6,080	Norbord Inc.	318,600	260,224
25,480	Inter Pipeline Limited	597,978	570,752	69,812	OceanaGold Corporation	274,838	272,267
10,098	Pembina Pipeline Corporation	446,071	443,201	49,915	Teck Resources Limited 'B'	1,643,620	1,553,854
33,186	Suncor Energy Inc.	1,477,525	1,658,636	13,857	West Fraser Timber Company Limited	1,092,824	1,018,628
15,589	Tourmaline Oil Corporation	377,188	354,494			8,700,422	7,782,688
36,369	TransCanada Corporation	2,163,551	1,900,644	<b>Real Estate (2.0%)</b>			
6,788	Vermilion Energy Inc.	308,852	288,897	15,727	Canadian Apartment Properties Real Estate Investment Trust	562,065	750,021
		9,374,620	9,183,180	4,579	Granite Real Estate Investment Trust	235,775	253,997
				15,336	H&R Real Estate Investment Trust	328,220	304,726
						1,126,060	1,308,744
<b>Financials (35.5%)</b>			<b>Telecommunication Services (7.6%)</b>				
20,810	Bank of Montreal	2,064,816	2,217,097	30,215	BCE Inc.	1,762,674	1,581,151
27,853	Brookfield Asset Management Inc. 'A'	1,421,761	1,601,269	19,301	Rogers Communications Inc. 'B'	1,245,833	1,282,165
26,178	Canadian Imperial Bank of Commerce	2,967,785	3,168,323	45,216	TELUS Corporation	2,070,019	2,152,734
18,311	Canadian Western Bank	589,487	624,405			5,078,526	5,016,050
3,367	Genworth MI Canada Inc.	141,473	143,401	<b>Utilities (3.5%)</b>			
12,078	Industrial Alliance Insurance and Financial Services Inc.	636,012	623,829	29,314	Fortis Inc.	1,290,787	1,227,670
21,819	Laurentian Bank of Canada	1,143,356	929,489	49,256	Northland Power Inc.	1,148,167	1,068,855
77,816	Manulife Financial Corporation	1,903,170	1,796,771			2,438,954	2,296,525
13,158	National Bank of Canada	851,953	848,823	<b>Commissions and other portfolio transaction costs (Note 2)</b>			
10,680	Power Corporation of Canada	323,857	299,681			(19,791)	-
36,251	Royal Bank of Canada	3,707,035	3,753,429	<b>Total Portfolio (99.1%)</b>			
21,024	Sun Life Financial Inc.	1,075,573	1,079,582			65,723,834	65,548,380
59,815	The Bank of Nova Scotia	4,769,833	4,605,157				
22,610	The Toronto-Dominion Bank	1,693,285	1,774,659				
		23,289,396	23,465,915				
<b>Health Care (1.6%)</b>			<b>Industrials (8.3%)</b>				
53,964	Chartwell Retirement Residences	814,540	790,033	22,292	Canadian National Railway Company	2,331,164	2,583,643
15,272	Sienna Senior Living Inc.	261,203	261,457				
		1,075,743	1,051,490				

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

Note: Percentages shown relate investments at fair value to total Net Assets Attributable to Holders of Redeemable Units ("Net Assets") as at September 30, 2018 of AGFiQ Enhanced Core Canadian Equity ETF (the "Fund").



# AGFiQ Enhanced Core Canadian Equity ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION

### Investment Objective

The Fund's investment objective is to provide long-term capital appreciation with reduced volatility, over a full market cycle, by investing primarily in equity securities of issuers in Canada.

### Summary of Investment Portfolio

As at September 30, 2018 and 2017, the Fund's major portfolio categories, as a percentage of Net Assets, are included in the following tables:

#### Portfolio by Country

September 30, 2018	(%)
Canada	95.9
United States	3.2
September 30, 2017	(%)
Canada	99.0

#### Portfolio by Sector

September 30, 2018	(%)
Financials	35.5
Energy	13.9
Materials	11.7
Industrials	8.3
Telecommunication Services	7.6
Consumer Discretionary	6.7
Information Technology	4.9
Utilities	3.5
Consumer Staples	3.4
Real Estate	2.0
Health Care	1.6
September 30, 2017	(%)
Financials	35.0
Energy	12.8
Materials	10.7
Industrials	8.2
Utilities	8.1
Consumer Discretionary	7.3
Telecommunication Services	6.9
Information Technology	4.3
Real Estate	3.8
Consumer Staples	1.9

#### Portfolio by Asset Mix

September 30, 2018	(%)
Canadian Equity	95.9
United States Equity	3.2
September 30, 2017	(%)
Canadian Equity	99.0

### Interest in Unconsolidated Structured Entities (Note 2)

As at September 30, 2018 and 2017, the Fund had no investments in underlying funds or exchange traded funds.

### DISCUSSION OF FINANCIAL INSTRUMENT RISK MANAGEMENT (Note 4)

#### Credit Risk

As at September 30, 2018 and 2017, the Fund had no significant investments in debt instruments and derivatives. Accordingly, the Fund was not subject to significant credit risk.

#### Interest Rate Risk

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

#### Other Price Risk

The Schedule of Investment Portfolio of the Fund classifies securities by market segment.

The impact on Net Assets of the Fund due to a 10 percent change in benchmark (September 30, 2017 – 5 percent), using historical correlation between the return of the Fund's Units as compared to the return of the Fund's benchmark, as at September 30, 2018 and 2017, with all other variables held constant, is included in the following table. Regression analysis has been utilized to estimate the historical correlation. The analysis uses 36 monthly data points, unless the inception of the Fund is less than three years, in which case since inception data has been used.

Benchmark	Impact on Net Assets (\$'000)	
	September 30, 2018	September 30, 2017
S&P/TSX Composite Index	5,500	3,242

The historical correlation may not be representative of the future correlation, and accordingly the impact on Net Assets could be materially different.

#### Currency Risk

The amounts in the following tables are based on the fair value of the Fund's financial instruments (including cash and cash equivalents) as well as the underlying principal amounts of foreign exchange forward contracts, as applicable. Other financial assets (including cash collateral received for securities on loan, dividends and interest receivables and receivables for investments sold) and financial liabilities (including payable for cash collateral under securities lending and payable for investments purchased) that are denominated in foreign currencies do not expose the Fund to significant currency risk.

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

# AGFiQ Enhanced Core Canadian Equity ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION CONTINUED

Currencies to which the Fund had exposure as at September 30, 2018 and 2017, were as follows:

### September 30, 2018

(\$'000)	Financial Instruments	Foreign Exchange Forward Contracts	Total**	Percentage of Net Assets (%)
United States Dollar	7	-	7	0.0

### September 30, 2017

(\$'000)	Financial Instruments	Foreign Exchange Forward Contracts	Total**	Percentage of Net Assets (%)
United States Dollar	4	-	4	0.0

\*\* Includes both monetary and non-monetary instruments, as applicable

As at September 30, 2018 and 2017, if the Canadian dollar had strengthened or weakened by 2 percent, in relation to all currencies, with all other variables held constant, Net Assets would have decreased or increased, respectively, by approximately \$140 (September 30, 2017 – \$80).

In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

### FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (Note 4)

The following tables illustrate the classifications of the Fund's financial instruments within the fair value hierarchy as at September 30, 2018 and 2017.

#### September 30, 2018

(\$'000)	Level 1	Level 2	Level 3	Total
Equities	65,548	-	-	65,548
Debt Instruments	-	-	-	-
Short-Term Investments	-	-	-	-
Investments in Underlying Funds	-	-	-	-
<b>Total Investments</b>	<b>65,548</b>	<b>-</b>	<b>-</b>	<b>65,548</b>
Derivative Assets	-	-	-	-
Derivative Liabilities	-	-	-	-

#### September 30, 2017

(\$'000)	Level 1	Level 2	Level 3	Total
Equities	94,739	-	-	94,739
Debt Instruments	-	-	-	-
Short-Term Investments	-	-	-	-
Investments in Underlying Funds	-	-	-	-
<b>Total Investments</b>	<b>94,739</b>	<b>-</b>	<b>-</b>	<b>94,739</b>
Derivative Assets	-	-	-	-
Derivative Liabilities	-	-	-	-

There were no significant transfers between levels 1 and 2 during the periods ended September 30, 2018 and 2017.

### Reconciliation of Level 3 Fair Value Measurement (Note 4)

For the periods ended September 30, 2018 and 2017, the Fund did not hold financial instruments within level 3 of the fair value hierarchy.

### SECURITIES LENDING TRANSACTIONS (Note 2)

A reconciliation of the gross amount generated from securities lending transactions to the securities lending income earned by the Fund for the periods ended September 30, 2018 and 2017 is as follows:

	September 30, 2018		September 30, 2017	
	(\$'000)	% of Gross Income	(\$'000)	% of Gross Income
Gross Securities Lending Income	7	100.0	4	100.0
Interest Paid on Cash Collateral	-	-	-	-
Withholding Taxes	-	-	-	-
Agent Fees - The Bank of New York Mellon Corp.	(2)	(30.0)	(1)	(30.0)
<b>Net Securities Lending Income</b>	<b>5</b>	<b>70.0</b>	<b>3</b>	<b>70.0</b>

The value of securities loaned and collateral received from securities lending as at September 30, 2018 and 2017 were as follows:

	(\$'000)	
	September 30, 2018	September 30, 2017
Fair Value of Securities on Loan	8,686	6,617
Fair Value of Cash Collateral Received	-	-
Fair Value of Securities Collateral Received	9,123	6,954

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

# AGFiQ Enhanced Core Emerging Markets Equity ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENTS OF FINANCIAL POSITION

As at	September 30, 2018	September 30, 2017
<b>Assets</b>		
<b>Current Assets</b>		
Investments at fair value through profit or loss	\$ 45,515	\$ 32,026
Foreign exchange forward contracts at fair value through profit or loss	-	-
Cash and cash equivalents	815	497
Cash collateral received for securities on loan (Note 2)	-	-
Receivable for units issued	2,170	-
Receivable for investments sold	3,467	-
Receivable for foreign exchange forward contracts	-	-
Dividends and interest receivable	43	15
Tax reclaims receivable	37	1
	<b>52,047</b>	<b>32,539</b>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Bank overdraft	-	-
Foreign exchange forward contracts at fair value through profit or loss	-	-
Payable for cash collateral under securities lending (Note 2)	-	-
Accrued management fees (Note 7(a))	3	2
Accrued expenses (Note 7(b))	-	1
Payable for units redeemed	-	-
Payable for distributions	-	-
Payable for investments purchased	5,579	-
Payable for foreign exchange forward contracts	-	-
Foreign taxes payable	-	-
	<b>5,582</b>	<b>3</b>
<b>Net Assets Attributable to Holders of Redeemable Units (Note 2)</b>	<b>\$ 46,465</b>	<b>\$ 32,536</b>
<b>Investments at Cost (Note 2)</b>	<b>\$ 45,611</b>	<b>\$ 32,016</b>
<b>Net Assets Attributable to Holders of Redeemable Units per Unit (Note 6)</b>	<b>\$ 28.59</b>	<b>\$ 27.11</b>

Approved by the Board of Directors of AGF Investments Inc.



Blake C. Goldring, Director



Adrian Basaraba, Director

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

# AGFiQ Enhanced Core Emerging Markets Equity ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended September 30,	2018	2017
<b>Income</b>		
Dividends	\$ 1,590	\$ 339
Interest for distribution purposes (Note 2)	172	81
Net realized gain (loss) on investments	1,452	(60)
Net change in unrealized appreciation (depreciation) in value of investments	(106)	10
Net gain (loss) on investments	3,108	370
Net realized gain (loss) on derivatives	-	-
Net change in unrealized appreciation (depreciation) in value of derivatives	-	-
Net gain (loss) on derivatives	-	-
Securities lending income (Note 2)	2	0
Net gain (loss) on foreign currencies and other net assets	5	(56)
<b>Total Income (Loss), Net</b>	<b>3,115</b>	<b>314</b>
<b>Expenses</b>		
Management fees (Note 7(a))	197	32
Independent review committee fees	5	5
Harmonized sales tax and other taxes	17	3
Foreign withholding taxes (Note 5)	152	45
Commissions and other portfolio transaction costs (Note 2)	222	62
Total expenses	593	147
Less expenses waived/absorbed by Manager (Note 7(b))	-	-
Net expenses	593	147
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations</b>	<b>\$ 2,522</b>	<b>\$ 167</b>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Note 2)</b>	<b>\$ 1.53</b>	<b>\$ 0.34</b>

## STATEMENTS OF CASH FLOWS

For the periods ended September 30,	2018	2017
<b>Cash Flows from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units from operations	\$ 2,522	\$ 167
Adjustments for:		
Exchange (gain) loss on foreign currencies	11	(10)
Net realized (gain) loss on investments and derivatives	(1,452)	60
Net change in unrealized (appreciation) depreciation in value of investments and derivatives	106	(10)
Purchases of investments and derivatives	(59,617)	(36,683)
Proceeds from sale and maturity of investments and derivatives	49,586	4,607
Non-cash dividends reinvested	-	-
(Increase) decrease in dividends and interest receivable	(28)	(15)
(Increase) decrease in accrued interest for short-term investments	-	-
(Increase) decrease in tax reclaims receivable	(36)	(1)
Increase (decrease) in accrued management fees	1	2
Increase (decrease) in accrued expenses	(1)	1
<b>Net Cash Generated (Used) by Operating Activities</b>	<b>(8,908)</b>	<b>(31,882)</b>
<b>Cash Flows from Financing Activities</b>		
Distributions paid to holders of redeemable units, net of reinvestments	(502)	-
Proceeds from redeemable units issued	34,789	32,369
Amounts paid on redemption of redeemable units	(25,050)	-
<b>Net Cash Generated (Used) by Financing Activities</b>	<b>9,237</b>	<b>32,369</b>
Exchange gain (loss) on foreign currencies	(11)	10
Net increase (decrease) in cash and cash equivalents	329	487
Cash and cash equivalents (Bank overdraft) beginning of period	497	-
<b>Cash and Cash Equivalents (Bank Overdraft) End of Period</b>	<b>\$ 815</b>	<b>\$ 497</b>
Interest received, net of withholding tax*	\$ 172	\$ 81
Dividends received, net of withholding tax*	\$ 1,412	\$ 280

\* Included as part of Cash Flows from Operating Activities

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

# AGFiQ Enhanced Core Emerging Markets Equity ETF (Note 1)

THOUSANDS OF DOLLARS

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

For the periods ended September 30,			For the periods ended September 30,		
	2018	2017		2018	2017
<b>Net Assets Attributable to Holders of Redeemable Units at Beginning of Period</b>	\$ 32,536	\$ -	Distributions to holders of redeemable units (Note 6):		
Increase (decrease) in net assets attributable to holders of redeemable units from operations	2,522	167	Net investment income	\$ (502)	\$ -
Redeemable unit transactions (Note 6):			Capital gains	-	-
Proceeds from redeemable units issued	36,959	32,369	Return of capital	-	-
Reinvestment of distributions to holders of redeemable units	-	-		(502)	-
Payments on redemption of redeemable units	(25,050)	-	Increase (decrease) in net assets attributable to holders of redeemable units for the period	13,929	32,536
Net increase (decrease) from redeemable unit transactions	11,909	32,369	<b>Net Assets Attributable to Holders of Redeemable Units at End of Period</b>	\$ 46,465	\$ 32,536

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

# AGFiQ Enhanced Core Emerging Markets Equity ETF (Note 1)

SCHEDULE OF INVESTMENT PORTFOLIO AS AT SEPTEMBER 30, 2018

No. of Shares		Average Cost (\$)	Fair Value (\$)	No. of Shares		Average Cost (\$)	Fair Value (\$)
<b>Brazil (5.9%)</b>				<b>China (continued)</b>			
14,990	Banco do Brasil SA	150,949	141,191	37,460	Tencent Holdings Limited	2,347,102	1,997,624
26,198	BB Seguridade Participacoes SA	222,832	201,932	108,720	Tingyi (Cayman Islands) Holding Corporation	230,153	257,954
120,374	CCR SA	340,279	325,704			14,897,716	14,617,638
37,637	Hypera SA	361,985	343,308	<b>Czech Republic (1.6%)</b>			
217,089	Itausa - Investimentos Itau SA	892,624	701,259	8,326	Komercni banka AS	451,530	441,473
47,505	Klabina SA	321,377	302,199	65,272	Moneta Money Bank AS	305,440	310,383
112,995	Kroton Educacional SA	344,552	411,987			756,970	751,856
35,119	Natura Cosmeticos SA	361,779	318,767	<b>Greece (1.1%)</b>			
		2,996,377	2,746,347	37,547	OPAP SA	565,294	509,025
<b>Chile (1.5%)</b>				<b>Hungary (0.4%)</b>			
1,524,979	Banco de Chile	286,926	299,936	14,261	MOL Hungarian Oil and Gas PLC	195,851	198,449
2,150,454	Banco Santander Chile	201,500	222,224	<b>India (7.9%)</b>			
784,052	Enel Americas SA	177,034	155,980	7,644	Asian Paints Limited	198,244	176,152
		665,460	678,140	16,532	Aurobindo Pharma Limited	198,445	219,294
<b>China (31.5%)</b>				21,367	HCL Technologies Limited	384,956	414,152
142,986	3SBio Inc.	375,893	310,473	14,369	Hindustan Unilever Limited	361,009	411,801
6,100	Alibaba Group Holding Limited ADR	1,410,146	1,298,155	11,824	Housing Development Finance Corporation Limited	393,090	369,645
44,679	Anhui Conch Cement Company Limited 'H'	265,337	348,321	34,186	Infosys Limited	358,014	444,700
23,909	ANTA Sports Products Limited	136,657	148,131	3,707	Maruti Suzuki India Limited	590,652	485,351
3,955	Baidu Inc. ADR	1,125,085	1,168,206	22,572	Tata Consultancy Services Limited	619,025	878,273
291,503	China Communications Construction Company Limited 'H'	355,479	384,776	20,752	Titan Company Limited	355,989	297,883
388,791	China Construction Bank Corporation 'H'	453,069	438,780			3,459,424	3,697,251
225,198	China Medical System Holdings Limited	558,724	404,267	<b>Indonesia (3.6%)</b>			
97,418	China Mobile Limited	1,206,770	1,240,080	365,054	PT Bank Central Asia Tbk	702,246	764,169
531,112	China Petroleum & Chemical Corporation 'H'	555,153	687,032	500,040	PT Hanjaya Mandala Sampoerna Tbk	194,162	166,871
106,018	China Shenhua Energy Company Limited	368,755	312,768	78,978	PT Unilever Indonesia Tbk	366,624	321,921
112,581	CITIC Limited	211,677	216,590	144,879	PT United Tractors Tbk	432,710	414,414
165,613	Country Garden Holdings Company Limited	334,404	269,703			1,695,742	1,667,375
50,894	Fuyao Glass Industry Group Company Limited	240,170	238,904	<b>Malaysia (4.9%)</b>			
278,406	Guangdong Investment Limited	521,862	638,510	345,471	Digi.Com Berhad	507,393	519,709
1,228,799	Industrial & Commercial Bank of China Limited 'H'	1,298,753	1,159,716	134,560	Genting Berhad	371,285	327,996
5,511	JD.com Inc. ADR	285,673	185,716	62,470	Hong Leong Bank Berhad	321,220	401,253
354,187	PICC Property & Casualty Company Limited	584,760	539,982	61,616	Malayan Banking Berhad	181,760	188,269
32,819	Ping An Insurance (Group) Company of China Limited 'H'	414,663	430,494	108,873	Public Bank Berhad	709,282	849,498
17,089	Shenzhou International Group Holdings Limited	192,268	283,090			2,090,940	2,286,725
521,303	Sinopec Shanghai Petrochemical Company Limited	387,601	411,143	<b>Mexico (1.2%)</b>			
83,248	Sinopharm Group Company Limited 'H'	496,992	526,074	142,359	Wal-Mart de Mexico SAB de CV	437,699	560,359
429,341	Sun Art Retail Group Limited	540,570	721,149	<b>Peru (1.3%)</b>			
				2,041	Credicorp Limited	516,989	588,096
				<b>Poland (1.3%)</b>			
				113,867	PGE Polska Grupa Energetyczna SA	347,840	379,778
				15,392	Powszechny Zaklad Ubezpieczen SA	243,646	214,083
						591,486	593,861
				<b>Russia (3.4%)</b>			
				9,548	LUKOIL PJSC ADR	711,693	945,916

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

# AGFiQ Enhanced Core Emerging Markets Equity ETF (Note 1)

SCHEDULE OF INVESTMENT PORTFOLIO AS AT SEPTEMBER 30, 2018 CONTINUED

No. of Shares		Average Cost (\$)	Fair Value (\$)	No. of Shares		Average Cost (\$)	Fair Value (\$)
<b>Russia (continued)</b>				<b>Thailand (continued)</b>			
476,072	Magnitogorsk Iron & Steel Works PJSC	466,560	489,832	53,468	PTT Global Chemical Public Company Limited	173,199	173,509
15,283	Mobile TeleSystems PJSC ADR	197,470	168,385	177,896	PTT Public Company Limited	363,891	385,453
		1,375,723	1,604,133			1,014,229	1,154,776
<b>South Africa (2.3%)</b>				<b>The Philippines (0.7%)</b>			
1,121	Naspers Limited 'N'	313,272	312,461	14,045	Ayala Corporation	334,382	311,587
37,448	Sappi Limited	320,666	303,567	<b>Turkey (2.6%)</b>			
8,803	Sasol Limited	368,825	440,246	211,206	Akbank T.A.S.	649,905	312,804
		1,002,763	1,056,274	22,170	BIM Birlesik Magazalar AS	515,459	385,997
<b>South Korea (13.5%)</b>				109,078	Eregli Demir ve Celik Fabrikalari T.A.S.	312,589	257,497
3,452	Hana Financial Group Inc.	196,205	179,075	51,985	Tofas Turk Otomobil Fabrikasi AS	317,829	237,874
739	Hyundai Mobis Company Limited	202,730	196,198			1,795,782	1,194,172
4,024	Kia Motors Corporation	163,138	164,468	<b>Commissions and other portfolio transaction costs (Note 2)</b>			
4,877	LG Electronics Inc.	498,745	403,205			(66,850)	-
456	LG Household & Health Care Limited	565,878	677,534	<b>Total Portfolio (98.0%)</b>			
1,041	NCSOFT Corporation	438,966	536,388			45,610,629	45,514,991
41,535	Samsung Electronics Company Limited	2,391,358	2,246,546	ADR – American Depository Receipt			
3,388	Samsung Life Insurance Company Limited	463,616	383,859	Note: Percentages shown relate investments at fair value to total Net Assets Attributable to Holders of Redeemable Units ("Net Assets") as at September 30, 2018 of AGFiQ Enhanced Core Emerging Markets Equity ETF (the "Fund").			
10,140	Shinhan Financial Group Company Limited	588,426	531,332				
11,049	SK hynix Inc.	1,010,259	940,493				
		6,519,321	6,259,098				
<b>Taiwan (10.8%)</b>							
26,372	ASUSTeK Computer Inc.	303,663	294,525				
118,500	Cathay Financial Holding Company Limited	257,231	263,180				
81,358	Chunghwa Telecom Company Limited	364,071	378,589				
60,535	Far EasTone Telecommunications Company Limited	189,915	186,429				
193,324	First Financial Holding Company Limited	160,062	170,108				
51,941	General Interface Solution Holding Limited	400,889	283,449				
25,870	President Chain Store Corporation	310,071	392,339				
170,427	Quanta Computer Inc.	362,402	383,553				
508,632	Taiwan Cooperative Financial Holding Company Limited	346,434	400,214				
165,119	Taiwan Semiconductor Manufacturing Company Limited	1,649,935	1,833,588				
134,612	Uni-President Enterprises Corporation	420,658	453,855				
		4,765,331	5,039,829				
<b>Thailand (2.5%)</b>							
127,681	Central Pattana Public Company Limited	366,588	423,262				
27,873	PTT Exploration and Production Public Company Limited	110,551	172,552				

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

# AGFiQ Enhanced Core Emerging Markets Equity ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION

### Investment Objective

The Fund's investment objective is to provide long-term capital appreciation with reduced volatility, over a full market cycle, by investing primarily in equity securities of emerging market issuers.

### Summary of Investment Portfolio

As at September 30, 2018 and 2017, the Fund's major portfolio categories, as a percentage of Net Assets, are included in the following tables:

#### Portfolio by Country

September 30, 2018	(%)
China	31.5
South Korea	13.5
Taiwan	10.8
India	7.9
Brazil	5.9
Malaysia	4.9
Indonesia	3.6
Russia	3.4
Turkey	2.6
Thailand	2.5
South Africa	2.3
Czech Republic	1.6
Chile	1.5
Poland	1.3
Peru	1.3
Mexico	1.2
Greece	1.1
The Philippines	0.7
Hungary	0.4

  

September 30, 2017	(%)
China	25.9
Taiwan	14.7
South Korea	11.9
India	9.0
Brazil	5.2
Indonesia	4.6
Malaysia	3.7
South Africa	3.5
Thailand	3.0
The Philippines	2.5
Russia	2.5
Chile	2.4
Czech Republic	2.2
Turkey	2.1
Greece	1.7
Mexico	1.3
Peru	1.2
Hungary	1.0

#### Portfolio by Sector

September 30, 2018	(%)
Information Technology	27.4
Financials	23.3
Consumer Staples	10.1
Consumer Discretionary	9.0
Energy	6.7
Materials	6.2
Telecommunication Services	5.4
Health Care	3.9
Utilities	2.5
Industrials	2.0
Real Estate	1.5

September 30, 2017	(%)
Information Technology	23.7
Financials	20.8
Consumer Staples	10.3
Consumer Discretionary	10.0
Materials	8.3
Telecommunication Services	7.9
Energy	6.5
Utilities	3.9
Industrials	3.2
Health Care	1.9
Real Estate	1.9

#### Portfolio by Asset Mix

September 30, 2018	(%)
International Equity	98.0

  

September 30, 2017	(%)
International Equity	98.4

#### Interest in Unconsolidated Structured Entities (Note 2)

As at September 30, 2018 and 2017, the Fund had no investments in underlying funds or exchange traded funds.

#### DISCUSSION OF FINANCIAL INSTRUMENT RISK MANAGEMENT (Note 4)

##### Credit Risk

As at September 30, 2018 and 2017, the Fund had no significant investments in debt instruments and derivatives. Accordingly, the Fund was not subject to significant credit risk.

##### Interest Rate Risk

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

##### Other Price Risk

The Schedule of Investment Portfolio of the Fund classifies securities by geographic region.

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



# AGFiQ Enhanced Core Emerging Markets Equity ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION CONTINUED

The impact on Net Assets of the Fund due to a 25 percent change in benchmark (September 30, 2017 – 20 percent), using historical correlation between the return of the Fund's Units as compared to the return of the Fund's benchmark, as at September 30, 2018 and 2017, with all other variables held constant, is included in the following table. Regression analysis has been utilized to estimate the historical correlation. The analysis uses 36 monthly data points, unless the inception of the Fund is less than three years, in which case since inception data has been used.

Benchmark	Impact on Net Assets (\$'000)	
	September 30, 2018	September 30, 2017
MSCI Emerging Markets Index	9,660	6,647

The historical correlation may not be representative of the future correlation, and accordingly the impact on Net Assets could be materially different.

### Currency Risk

The amounts in the following tables are based on the fair value of the Fund's financial instruments (including cash and cash equivalents) as well as the underlying principal amounts of foreign exchange forward contracts, as applicable. Other financial assets (including cash collateral received for securities on loan, dividends and interest receivables and receivables for investments sold) and financial liabilities (including payable for cash collateral under securities lending and payable for investments purchased) that are denominated in foreign currencies do not expose the Fund to significant currency risk.

Currencies to which the Fund had exposure as at September 30, 2018 and 2017, were as follows:

#### September 30, 2018

(\$'000)	Financial Instruments	Foreign Exchange Forward Contracts	Total**	Percentage of Net Assets (%)
Hong Kong Dollar	11,966	-	11,966	25.8
South Korean Won	6,259	-	6,259	13.5
New Taiwanese Dollar	5,298	-	5,298	11.4
United States Dollar	4,719	-	4,719	10.2
Indian Rupee	3,869	-	3,869	8.3
Brazilian Real	2,747	-	2,747	5.9
Malaysian Ringgit	2,292	-	2,292	4.9
Indonesian Rupiah	1,667	-	1,667	3.6
New Turkish Lira	1,194	-	1,194	2.6
Thai Baht	1,155	-	1,155	2.5
South African Rand	1,056	-	1,056	2.3
Czech Koruna	752	-	752	1.6
Chilean Peso	678	-	678	1.5
Polish Zloty	594	-	594	1.3
Mexican Peso	560	-	560	1.2
Euro Currency	509	-	509	1.1
Russian Ruble	490	-	490	1.1
Philippine Peso	312	-	312	0.7
Hungarian Forint	198	-	198	0.4

#### September 30, 2017

(\$'000)	Financial Instruments	Foreign Exchange Forward Contracts	Total**	Percentage of Net Assets (%)
Hong Kong Dollar	5,285	-	5,285	16.2
New Taiwan Dollar	4,851	-	4,851	14.9
United States Dollar	4,433	-	4,433	13.6
South Korean Won	3,885	-	3,885	11.9
Indian Rupee	2,925	-	2,925	9.0
Brazilian Real	1,707	-	1,707	5.2
Indonesian Rupiah	1,500	-	1,500	4.6
Malaysian Ringgit	1,203	-	1,203	3.7
South African Rand	1,152	-	1,152	3.5
Thai Baht	979	-	979	3.0
Philippine Peso	811	-	811	2.5
Chilean Peso	765	-	765	2.4
Czech Koruna	706	-	706	2.2
New Turkish Lira	666	-	666	2.0
Euro Currency	548	-	548	1.7
Mexican Peso	431	-	431	1.3
Hungarian Forint	338	-	338	1.0
Russian Ruble	336	-	336	1.0
China Renminbi	7	-	7	0.0

\*\* Includes both monetary and non-monetary instruments, as applicable

As at September 30, 2018 and 2017, if the Canadian dollar had strengthened or weakened by 2 percent, in relation to all currencies, with all other variables held constant, Net Assets would have decreased or increased, respectively, by approximately \$926,000 (September 30, 2017 – \$651,000).

In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

### FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (Note 4)

The following tables illustrate the classifications of the Fund's financial instruments within the fair value hierarchy as at September 30, 2018 and 2017.

#### September 30, 2018

(\$'000)	Level 1	Level 2	Level 3	Total
Equities	45,515	-	-	45,515
Debt Instruments	-	-	-	-
Short-Term Investments	-	-	-	-
Investments in Underlying Funds	-	-	-	-
<b>Total Investments</b>	<b>45,515</b>	<b>-</b>	<b>-</b>	<b>45,515</b>
Derivative Assets	-	-	-	-
Derivative Liabilities	-	-	-	-

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

# AGFiQ Enhanced Core Emerging Markets Equity ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION CONTINUED

### September 30, 2017

(\$'000)	Level 1	Level 2	Level 3	Total
Equities	32,026	-	-	32,026
Debt Instruments	-	-	-	-
Short-Term Investments	-	-	-	-
Investments in Underlying Funds	-	-	-	-
<b>Total Investments</b>	<b>32,026</b>	<b>-</b>	<b>-</b>	<b>32,026</b>
Derivative Assets	-	-	-	-
Derivative Liabilities	-	-	-	-

There were no significant transfers between levels 1 and 2 during the periods ended September 30, 2018 and 2017.

### Reconciliation of Level 3 Fair Value Measurement (Note 4)

For the periods ended September 30, 2018 and 2017, the Fund did not hold financial instruments within level 3 of the fair value hierarchy.

### SECURITIES LENDING TRANSACTIONS (Note 2)

A reconciliation of the gross amount generated from securities lending transactions to the securities lending income earned by the Fund for the periods ended September 30, 2018 and 2017 is as follows:

	September 30, 2018		September 30, 2017	
	(\$'000)	% of Gross Income	(\$'000)	% of Gross Income
Gross Securities Lending Income	3	100.0	0	100.0
Interest Paid on Cash Collateral	-	-	-	-
Withholding Taxes	(0)	(1.8)	(0)	(14.2)
Agent Fees - The Bank of New York Mellon Corp.	(1)	(29.4)	(0)	(25.7)
Net Securities Lending Income	2	68.8	0	60.1

The value of securities loaned and collateral received from securities lending as at September 30, 2018 and 2017 were as follows:

	(\$'000)	
	September 30, 2018	September 30, 2017
Fair Value of Securities on Loan	1,400	1,168
Fair Value of Cash Collateral Received	-	-
Fair Value of Securities Collateral Received	1,473	1,242

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

# AGFiQ Enhanced Core International Equity ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENTS OF FINANCIAL POSITION

As at	September 30, 2018	September 30, 2017
<b>Assets</b>		
<b>Current Assets</b>		
Investments at fair value through profit or loss	\$ 83,351	\$ 48,925
Foreign exchange forward contracts at fair value through profit or loss	-	-
Cash and cash equivalents	512	251
Cash collateral received for securities on loan (Note 2)	-	-
Receivable for units issued	-	-
Receivable for investments sold	29	-
Receivable for foreign exchange forward contracts	-	-
Dividends and interest receivable	310	142
Tax reclaims receivable	107	19
	<b>84,309</b>	<b>49,337</b>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Bank overdraft	-	-
Foreign exchange forward contracts at fair value through profit or loss	-	-
Payable for cash collateral under securities lending (Note 2)	-	-
Accrued management fees (Note 7(a))	6	3
Accrued expenses (Note 7(b))	-	1
Payable for units redeemed	-	-
Payable for distributions	-	-
Payable for investments purchased	29	-
Payable for foreign exchange forward contracts	-	-
Foreign taxes payable	-	-
	<b>35</b>	<b>4</b>
<b>Net Assets Attributable to Holders of Redeemable Units (Note 2)</b>	<b>\$ 84,274</b>	<b>\$ 49,333</b>
<b>Investments at Cost (Note 2)</b>	<b>\$ 82,854</b>	<b>\$ 48,621</b>
<b>Net Assets Attributable to Holders of Redeemable Units per Unit (Note 6)</b>	<b>\$ 29.06</b>	<b>\$ 27.79</b>

Approved by the Board of Directors of AGF Investments Inc.



Blake C. Goldring, Director



Adrian Basaraba, Director

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

# AGFiQ Enhanced Core International Equity ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended September 30,	2018	2017
<b>Income</b>		
Dividends	\$ 2,389	\$ 630
Interest for distribution purposes (Note 2)	92	54
Net realized gain (loss) on investments	1,211	265
Net change in unrealized appreciation (depreciation) in value of investments	193	304
Net gain (loss) on investments	3,885	1,253
Net realized gain (loss) on derivatives	-	-
Net change in unrealized appreciation (depreciation) in value of derivatives	-	-
Net gain (loss) on derivatives	-	-
Securities lending income (Note 2)	13	1
Net gain (loss) on foreign currencies and other net assets	(22)	(66)
<b>Total Income (Loss), Net</b>	<b>3,876</b>	<b>1,188</b>
<b>Expenses</b>		
Management fees (Note 7(a))	283	63
Independent review committee fees	5	5
Harmonized sales tax and other taxes	33	8
Foreign withholding taxes (Note 5)	240	48
Commissions and other portfolio transaction costs (Note 2)	110	60
Total expenses	671	184
Less expenses waived/absorbed by Manager (Note 7(b))	-	-
Net expenses	671	184
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations</b>	<b>\$ 3,205</b>	<b>\$ 1,004</b>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Note 2)</b>	<b>\$ 1.30</b>	<b>\$ 1.10</b>

## STATEMENTS OF CASH FLOWS

For the periods ended September 30,	2018	2017
<b>Cash Flows from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units from operations	\$ 3,205	\$ 1,004
Adjustments for:		
Exchange (gain) loss on foreign currencies	5	(4)
Net realized (gain) loss on investments and derivatives	(1,211)	(265)
Net change in unrealized (appreciation) depreciation in value of investments and derivatives	(193)	(304)
Purchases of investments and derivatives*	(45,126)	(27,624)
Proceeds from sale and maturity of investments and derivatives**	29,217	9,503
Non-cash dividends reinvested	-	-
(Increase) decrease in dividends and interest receivable	(168)	(142)
(Increase) decrease in accrued interest for short-term investments	-	-
(Increase) decrease in tax reclaims receivable	(88)	(19)
Increase (decrease) in accrued management fees	3	3
Increase (decrease) in accrued expenses	(1)	1
<b>Net Cash Generated (Used) by Operating Activities</b>	<b>(14,357)</b>	<b>(17,847)</b>
<b>Cash Flows from Financing Activities</b>		
Distributions paid to holders of redeemable units, net of reinvestments	(623)	-
Proceeds from redeemable units issued*	23,338	18,094
Amounts paid on redemption of redeemable units**	(8,092)	-
<b>Net Cash Generated (Used) by Financing Activities</b>	<b>14,623</b>	<b>18,094</b>
Exchange gain (loss) on foreign currencies	(5)	4
Net increase (decrease) in cash and cash equivalents	266	247
Cash and cash equivalents (Bank overdraft) beginning of period	251	-
<b>Cash and Cash Equivalents (Bank Overdraft) End of Period</b>	<b>\$ 512</b>	<b>\$ 251</b>
Interest received, net of withholding tax*	\$ 92	\$ 54
Dividends received, net of withholding tax*	\$ 1,981	\$ 440

\* Excludes in-kind subscriptions of \$40,943 (2017 - \$30,235)

\*\* Excludes in-kind redemptions of \$23,830 (2017 - nil)

\* Included as part of Cash Flows from Operating Activities

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

# AGFiQ Enhanced Core International Equity ETF (Note 1)

THOUSANDS OF DOLLARS

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

For the periods ended September 30,	2018	2017
<b>Net Assets Attributable to Holders of Redeemable Units at Beginning of Period</b>	\$ 49,333	\$ -
Increase (decrease) in net assets attributable to holders of redeemable units from operations	3,205	1,004
Redeemable unit transactions (Note 6):		
Proceeds from redeemable units issued	64,281	48,329
Reinvestment of distributions to holders of redeemable units	8	-
Payments on redemption of redeemable units	(31,922)	-
Net increase (decrease) from redeemable unit transactions	32,367	48,329

For the periods ended September 30,	2018	2017
Distributions to holders of redeemable units (Note 6):		
Net investment income	\$ (623)	\$ -
Capital gains	(8)	-
Return of capital	-	-
	(631)	-
Increase (decrease) in net assets attributable to holders of redeemable units for the period	34,941	49,333
<b>Net Assets Attributable to Holders of Redeemable Units at End of Period</b>	\$ 84,274	\$ 49,333

# AGFiQ Enhanced Core International Equity ETF (Note 1)

SCHEDULE OF INVESTMENT PORTFOLIO AS AT SEPTEMBER 30, 2018

No. of Shares	Average Cost (\$)	Fair Value (\$)	No. of Shares	Average Cost (\$)	Fair Value (\$)
<b>Australia (6.9%)</b>			<b>Israel (2.5%)</b>		
49,880	AGL Energy Limited	1,175,041	9,138	Check Point Software Technologies Limited	1,270,706
15,661	Caltex Australia Limited	481,270	5,916	Taro Pharmaceutical Industries Limited	838,023
20,300	CIMIC Group Limited	858,589			751,150
3,481	Cochlear Limited	584,094			2,108,729
62,787	Insurance Australia Group Limited	486,258			
20,771	Newcrest Mining Limited	443,483			
11,866	Rio Tinto Limited	848,224			
108,460	Transurban Group	1,273,671			
		6,150,630			
		5,785,225			
<b>Austria (1.2%)</b>			<b>Italy (2.0%)</b>		
17,538	Voestalpine AG	1,171,151	8,238	Luxottica Group SpA	631,558
<b>Belgium (2.1%)</b>			77,006	Mediobanca SpA	1,014,890
3,278	Inheuser-Busch InBev SA/NV	407,334			1,646,448
11,706	KBC Group NV	1,207,866			
2,206	UCB SA	218,698			
		1,833,898			
		1,751,119			
<b>Denmark (2.1%)</b>			<b>Japan (25.0%)</b>		
8,949	H Lundbeck AS	684,750	13,302	Bridgestone Corporation	733,782
17,812	Novo Nordisk AS 'B'	1,107,974	17,970	Canon Inc.	808,463
		1,792,724	7,758	FUJIFILM Holdings Corporation	381,679
		1,797,120	53,521	Japan Post Bank Company Limited	830,551
			50,552	Japan Post Holdings Company Limited	751,136
			109	Japan Real Estate Investment Corporation	692,605
			20,850	Japan Tobacco Inc.	821,513
			123,346	JXTG Holdings Inc.	859,013
			1,022	Keyence Corporation	785,729
			11,715	Lawson Inc.	997,880
			39,420	Marubeni Corporation	351,745
			16,099	McDonald's Holdings Company (Japan) Limited	853,525
			22,364	Mitsubishi Tanabe Pharma Corporation	596,123
			472,150	Mizuho Financial Group Inc.	1,058,299
			17,516	Nippon Telegraph and Telephone Corporation	1,054,688
			703	Nomura Real Estate Master Fund Inc.	1,244,657
			37,700	NTT DOCOMO Inc.	1,194,377
			7,894	OMRON Corporation	508,157
			7,973	Shimamura Company Limited	1,221,321
			6,886	Shin-Etsu Chemical Company Limited	858,785
			19,822	Sony Corporation	1,258,576
			14,503	Takeda Pharmaceutical Company Limited	839,074
			38,552	Tosoh Corporation	874,367
			10,119	Toyota Motor Corporation	811,657
			4,412	Trend Micro Inc.	303,951
			40,600	Yamada Denki Company Limited	276,530
					20,968,183
					21,044,895
<b>France (8.2%)</b>			<b>Netherlands (1.8%)</b>		
5,338	Compagnie Generale des Etablissements Michelin	939,465	64,523	ING Groep NV	1,190,450
17,748	Eutelsat Communications SA	553,986	13,588	Koninklijke Ahold Delhaize NV	366,254
1,162	Hermes International	841,875			1,556,704
1,053	Kering SA	699,308			
30,971	SES SA	790,641			
2,906	Societe BIC SA	414,128			
9,048	Thales SA	1,354,003			
7,554	VINCI SA	915,073			
		6,508,479			
		6,900,271			
<b>Germany (6.6%)</b>			<b>New Zealand (1.2%)</b>		
2,204	adidas AG	617,372	88,147	Auckland International Airport Limited	510,453
2,970	Allianz SE	830,122	42,072	Ryman Healthcare Limited	405,551
2,772	Continental AG	855,223			916,004
15,318	Deutsche Wohnen AG	852,627			
7,077	Henkel AG & Company KGaA	1,082,172			
3,131	Munchener Ruckversicherungs-Gesellschaft AG	876,863			
90	Puma SE	57,221			
7,539	Vonovia SE	419,770			
		5,591,370			
		5,524,160			
<b>Hong Kong (3.8%)</b>			<b>Norway (3.3%)</b>		
42,137	ASM Pacific Technology Limited	752,227	24,138	Equinor ASA	809,957
530,574	HKT Trust and HKT Limited	874,637	10,794	Gjensidige Forsikring ASA	233,234
15,319	Jardine Matheson Holdings Limited	1,254,394	33,525	Marine Harvest ASA	834,788
162,047	Wynn Macau Limited	786,291	60,934	Orkla ASA 'A'	774,083
		3,667,549			2,652,062
		3,218,962			2,782,325

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

# AGFiQ Enhanced Core International Equity ETF (Note 1)

SCHEDULE OF INVESTMENT PORTFOLIO AS AT SEPTEMBER 30, 2018 CONTINUED

No. of Shares		Average Cost (\$)	Fair Value (\$)
<b>Singapore (2.9%)</b>			
72,500	Oversea-Chinese Banking Corporation Limited	782,698	783,654
39,985	Singapore Exchange Limited	285,504	278,436
54,379	United Overseas Bank Limited	1,300,485	1,391,363
		<u>2,368,687</u>	<u>2,453,453</u>
<b>Spain (1.4%)</b>			
98,368	Bankinter SA	1,231,021	1,170,124
<b>Switzerland (8.6%)</b>			
17,632	ABB Limited	548,208	538,147
1,006	EMS-Chemie Holding AG	832,776	774,556
1,155	Geberit AG	688,254	691,963
8,588	Julius Baer Gruppe AG	622,366	555,087
8,352	Nestle SA	874,848	899,392
10,555	Novartis AG	1,097,266	1,172,464
1,507	Partners Group Holding AG	1,319,029	1,544,083
5,699	Sika AG	927,622	1,071,839
		<u>6,910,369</u>	<u>7,247,531</u>
<b>United Kingdom (14.5%)</b>			
14,883	AstraZeneca PLC	1,284,253	1,494,102
36,772	Diageo PLC	1,556,914	1,683,261
143,260	Direct Line Insurance Group PLC	883,302	781,197
40,468	GlaxoSmithKline PLC	1,047,043	1,047,018
70,892	HSBC Holdings PLC	866,552	799,406
17,638	Imperial Brands PLC	952,623	793,137
604,977	Lloyds Banking Group PLC	682,450	603,669
5,129	Randgold Resources Limited	567,989	470,602
4,187	Reckitt Benckiser Group PLC	478,791	494,558
49,880	RELX PLC	1,373,117	1,357,040
17,905	Royal Dutch Shell PLC 'A'	808,500	794,744
24,476	SSE PLC	565,365	472,226
20,301	Unilever PLC	1,427,142	1,440,930
		<u>12,494,041</u>	<u>12,231,890</u>
<b>Commissions and other portfolio transaction costs (Note 2)</b>		<u>(73,161)</u>	<u>-</u>
<b>Total Portfolio (98.9%)</b>		<b>82,854,160</b>	<b>83,351,498</b>

Note: Percentages shown relate investments at fair value to total Net Assets Attributable to Holders of Redeemable Units ("Net Assets") as at September 30, 2018 of AGFiQ Enhanced Core International Equity ETF (the "Fund").

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

# AGFiQ Enhanced Core International Equity ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION

### Investment Objective

The Fund's investment objective is to provide long-term capital appreciation with reduced volatility, over a full market cycle, by investing primarily in equity securities of issuers in Europe, Australasia and the Far East.

### Summary of Investment Portfolio

As at September 30, 2018 and 2017, the Fund's major portfolio categories, as a percentage of Net Assets, are included in the following tables:

#### Portfolio by Country

September 30, 2018	(%)
Japan	25.0
United Kingdom	14.5
Switzerland	8.6
France	8.2
Australia	6.9
Germany	6.6
Finland	4.8
Hong Kong	3.8
Norway	3.3
Singapore	2.9
Israel	2.5
Denmark	2.1
Belgium	2.1
Italy	2.0
Netherlands	1.8
Spain	1.4
New Zealand	1.2
Austria	1.2

  

September 30, 2017	(%)
Japan	23.7
United Kingdom	15.2
Switzerland	7.9
France	7.2
Australia	6.8
Germany	5.5
Hong Kong	5.3
Sweden	4.9
Norway	3.2
Singapore	3.2
Finland	3.0
Israel	2.7
Spain	2.4
Austria	2.2
Denmark	2.0
New Zealand	1.2
Belgium	0.9
Italy	0.7
Netherlands	0.6
China	0.6

#### Portfolio by Sector

September 30, 2018	(%)
Financials	20.6
Consumer Discretionary	13.9
Consumer Staples	12.3
Industrials	11.7
Health Care	10.6
Materials	8.5
Energy	6.1
Information Technology	5.6
Real Estate	4.1
Telecommunication Services	3.9
Utilities	1.6

September 30, 2017	(%)
Financials	18.1
Industrials	15.5
Consumer Staples	13.9
Consumer Discretionary	12.3
Health Care	10.0
Materials	6.9
Information Technology	6.5
Real Estate	4.8
Energy	4.5
Utilities	3.9
Telecommunication Services	2.8

#### Portfolio by Asset Mix

September 30, 2018	(%)
International Equity	98.9

  

September 30, 2017	(%)
International Equity	99.2

### Interest in Unconsolidated Structured Entities (Note 2)

As at September 30, 2018 and 2017, the Fund had no investments in underlying funds or exchange traded funds.

### DISCUSSION OF FINANCIAL INSTRUMENT RISK MANAGEMENT (Note 4)

#### Credit Risk

As at September 30, 2018 and 2017, the Fund had no significant investments in debt instruments and derivatives. Accordingly, the Fund was not subject to significant credit risk.

#### Interest Rate Risk

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

#### Other Price Risk

The Schedule of Investment Portfolio of the Fund classifies securities by geographic region.

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



# AGFiQ Enhanced Core International Equity ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION CONTINUED

The impact on Net Assets of the Fund due to a 20 percent change in benchmark (September 30, 2017 – 10 percent), using historical correlation between the return of the Fund's Units as compared to the return of the Fund's benchmark, as at September 30, 2018 and 2017, with all other variables held constant, is included in the following table. Regression analysis has been utilized to estimate the historical correlation. The analysis uses 36 monthly data points, unless the inception of the Fund is less than three years, in which case since inception data has been used.

Benchmark	Impact on Net Assets (\$'000)	
	September 30, 2018	September 30, 2017
MSCI EAFE Net Index	15,203	4,874

The historical correlation may not be representative of the future correlation, and accordingly the impact on Net Assets could be materially different.

### Currency Risk

The amounts in the following tables are based on the fair value of the Fund's financial instruments (including cash and cash equivalents) as well as the underlying principal amounts of foreign exchange forward contracts, as applicable. Other financial assets (including cash collateral received for securities on loan, dividends and interest receivables and receivables for investments sold) and financial liabilities (including payable for cash collateral under securities lending and payable for investments purchased) that are denominated in foreign currencies do not expose the Fund to significant currency risk.

Currencies to which the Fund had exposure as at September 30, 2018 and 2017, were as follows:

#### September 30, 2018

(\$'000)	Financial Instruments	Foreign Exchange Forward Contracts	Total**	Percentage of Net Assets (%)
Euro Currency	23,595	-	23,595	28.0
Japanese Yen	21,045	-	21,045	25.0
Pound Sterling	12,253	-	12,253	14.5
Swiss Franc	7,248	-	7,248	8.6
Australian Dollar	5,796	-	5,796	6.9
United States Dollar	3,865	-	3,865	4.6
Norwegian Krone	2,782	-	2,782	3.3
Singapore Dollar	2,453	-	2,453	2.9
Hong Kong Dollar	1,977	-	1,977	2.3
Danish Krone	1,797	-	1,797	2.1
New Zealand Dollar	1,055	-	1,055	1.3

#### September 30, 2017

(\$'000)	Financial Instruments	Foreign Exchange Forward Contracts	Total**	Percentage of Net Assets (%)
Japanese Yen	11,680	-	11,680	23.7
Euro Currency	11,012	-	11,012	22.3
Pound Sterling	7,522	-	7,522	15.2
Swiss Franc	3,900	-	3,900	7.9
Australian Dollar	3,336	-	3,336	6.8
Swedish Krona	2,421	-	2,421	4.9
United States Dollar	2,337	-	2,337	4.7
Hong Kong Dollar	2,174	-	2,174	4.4
Norwegian Krone	1,592	-	1,592	3.2
Singapore Dollar	1,587	-	1,587	3.2
Danish Krone	1,005	-	1,005	2.0
New Zealand Dollar	578	-	578	1.2

\*\* Includes both monetary and non-monetary instruments, as applicable

As at September 30, 2018 and 2017, if the Canadian dollar had strengthened or weakened by 2 percent, in relation to all currencies, with all other variables held constant, Net Assets would have decreased or increased, respectively, by approximately \$1,677,000 (September 30, 2017 – \$983,000).

In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

### FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (Note 4)

The following tables illustrate the classifications of the Fund's financial instruments within the fair value hierarchy as at September 30, 2018 and 2017.

#### September 30, 2018

(\$'000)	Level 1	Level 2	Level 3	Total
Equities	83,351	-	-	83,351
Debt Instruments	-	-	-	-
Short-Term Investments	-	-	-	-
Investments in Underlying Funds	-	-	-	-
<b>Total Investments</b>	<b>83,351</b>	<b>-</b>	<b>-</b>	<b>83,351</b>
Derivative Assets	-	-	-	-
Derivative Liabilities	-	-	-	-

#### September 30, 2017

(\$'000)	Level 1	Level 2	Level 3	Total
Equities	48,925	-	-	48,925
Debt Instruments	-	-	-	-
Short-Term Investments	-	-	-	-
Investments in Underlying Funds	-	-	-	-
<b>Total Investments</b>	<b>48,925</b>	<b>-</b>	<b>-</b>	<b>48,925</b>
Derivative Assets	-	-	-	-
Derivative Liabilities	-	-	-	-

There were no significant transfers between levels 1 and 2 during the periods ended September 30, 2018 and 2017.

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

# AGFiQ Enhanced Core International Equity ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION CONTINUED

### Reconciliation of Level 3 Fair Value Measurement (Note 4)

For the periods ended September 30, 2018 and 2017, the Fund did not hold financial instruments within level 3 of the fair value hierarchy.

### SECURITIES LENDING TRANSACTIONS (Note 2)

A reconciliation of the gross amount generated from securities lending transactions to the securities lending income earned by the Fund for the periods ended September 30, 2018 and 2017 is as follows:

	September 30, 2018		September 30, 2017	
	(\$'000)	% of Gross Income	(\$'000)	% of Gross Income
Gross Securities Lending Income	19	100.0	2	100.0
Interest Paid on Cash Collateral	-	-	-	-
Withholding Taxes	(0)	(0.0)	(0)	(0.0)
Agent Fees - The Bank of New York Mellon Corp.	(6)	(30.0)	(1)	(30.0)
Net Securities Lending Income	13	70.0	1	70.0

The value of securities loaned and collateral received from securities lending as at September 30, 2018 and 2017 were as follows:

	(\$'000)	
	September 30, 2018	September 30, 2017
Fair Value of Securities on Loan	1,899	600
Fair Value of Cash Collateral Received	-	-
Fair Value of Securities Collateral Received	2,005	646

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

# AGFiQ Enhanced Core US Equity ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENTS OF FINANCIAL POSITION

As at	September 30, 2018	September 30, 2017
<b>Assets</b>		
<b>Current Assets</b>		
Investments at fair value through profit or loss	\$ 188,183	\$ 72,738
Foreign exchange forward contracts at fair value through profit or loss	-	-
Cash and cash equivalents	1,401	586
Cash collateral received for securities on loan (Note 2)	-	-
Receivable for units issued	-	-
Receivable for investments sold	45	-
Receivable for foreign exchange forward contracts	-	-
Dividends and interest receivable	142	69
Tax reclaims receivable	6	-
	<b>189,777</b>	<b>73,393</b>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Bank overdraft	-	-
Foreign exchange forward contracts at fair value through profit or loss	-	-
Payable for cash collateral under securities lending (Note 2)	-	-
Accrued management fees (Note 7(a))	14	5
Accrued expenses (Note 7(b))	-	1
Payable for units redeemed	-	-
Payable for distributions	-	-
Payable for investments purchased	45	-
Payable for foreign exchange forward contracts	-	-
Foreign taxes payable	-	-
	<b>59</b>	<b>6</b>
<b>Net Assets Attributable to Holders of Redeemable Units (Note 2)</b>	<b>\$ 189,718</b>	<b>\$ 73,387</b>
<b>Investments at Cost (Note 2)</b>	<b>\$ 168,092</b>	<b>\$ 73,107</b>
<b>Net Assets Attributable to Holders of Redeemable Units per Unit (Note 6)</b>	<b>\$ 30.85</b>	<b>\$ 25.98</b>

Approved by the Board of Directors of AGF Investments Inc.



Blake C. Goldring, Director



Adrian Basaraba, Director

# AGFiQ Enhanced Core US Equity ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended September 30,	2018	2017
<b>Income</b>		
Dividends	\$ 3,159	\$ 523
Interest for distribution purposes (Note 2)	10	-
Net realized gain (loss) on investments	4,027	(126)
Net change in unrealized appreciation (depreciation) in value of investments	20,460	(369)
Net gain (loss) on investments	27,656	28
Net realized gain (loss) on derivatives	-	-
Net change in unrealized appreciation (depreciation) in value of derivatives	-	-
Net gain (loss) on derivatives	-	-
Securities lending income (Note 2)	7	1
Net gain (loss) on foreign currencies and other net assets	(6)	(7)
<b>Total Income (Loss), Net</b>	<b>27,657</b>	<b>22</b>
<b>Expenses</b>		
Management fees (Note 7(a))	631	89
Independent review committee fees	5	5
Harmonized sales tax and other taxes	65	10
Foreign withholding taxes (Note 5)	448	76
Commissions and other portfolio transaction costs (Note 2)	85	8
Total expenses	1,234	188
Less expenses waived/absorbed by Manager (Note 7(b))	-	-
Net expenses	1,234	188
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations</b>	<b>\$ 26,423</b>	<b>\$ (166)</b>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Note 2)</b>	<b>\$ 4.86</b>	<b>\$ (0.12)</b>

## STATEMENTS OF CASH FLOWS

For the periods ended September 30,	2018	2017
<b>Cash Flows from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units from operations	\$ 26,423	\$ (166)
Adjustments for:		
Exchange (gain) loss on foreign currencies	22	(13)
Net realized (gain) loss on investments and derivatives	(4,027)	126
Net change in unrealized (appreciation) depreciation in value of investments and derivatives	(20,460)	369
Purchases of investments and derivatives*	(96,216)	(12,106)
Proceeds from sale and maturity of investments and derivatives**	95,105	11,889
Non-cash dividends reinvested	-	-
(Increase) decrease in dividends and interest receivable	(73)	(69)
(Increase) decrease in accrued interest for short-term investments	-	-
(Increase) decrease in tax reclaims receivable	(6)	-
Increase (decrease) in accrued management fees	9	5
Increase (decrease) in accrued expenses	(1)	1
<b>Net Cash Generated (Used) by Operating Activities</b>	<b>776</b>	<b>36</b>
<b>Cash Flows from Financing Activities</b>		
Distributions paid to holders of redeemable units, net of reinvestments	(612)	-
Proceeds from redeemable units issued*	722	579
Amounts paid on redemption of redeemable units**	(49)	(42)
<b>Net Cash Generated (Used) by Financing Activities</b>	<b>61</b>	<b>537</b>
Exchange gain (loss) on foreign currencies	(22)	13
Net increase (decrease) in cash and cash equivalents	837	573
Cash and cash equivalents (Bank overdraft) beginning of period	586	-
<b>Cash and Cash Equivalents (Bank Overdraft) End of Period</b>	<b>\$ 1,401</b>	<b>\$ 586</b>
Interest received, net of withholding tax*	\$ 10	\$ -
Dividends received, net of withholding tax*	\$ 2,638	\$ 378

\* Excludes in-kind subscriptions of \$97,997 (2017 - \$77,006)

\*\* Excludes in-kind redemptions of \$8,150 (2017 - \$3,990)

\* Included as part of Cash Flows from Operating Activities

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

# AGFiQ Enhanced Core US Equity ETF (Note 1)

THOUSANDS OF DOLLARS

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

For the periods ended September 30,			For the periods ended September 30,		
	2018	2017		2018	2017
<b>Net Assets Attributable to Holders of Redeemable Units at Beginning of Period</b>	\$ 73,387	\$ -	Distributions to holders of redeemable units (Note 6):		
Increase (decrease) in net assets attributable to holders of redeemable units from operations	26,423	(166)	Net investment income	\$ (612)	\$ -
Redeemable unit transactions (Note 6):			Capital gains	(11)	-
Proceeds from redeemable units issued	98,719	77,585	Return of capital	-	-
Reinvestment of distributions to holders of redeemable units	11	-		(623)	-
Payments on redemption of redeemable units	(8,199)	(4,032)	Increase (decrease) in net assets attributable to holders of redeemable units for the period	116,331	73,387
Net increase (decrease) from redeemable unit transactions	90,531	73,553	<b>Net Assets Attributable to Holders of Redeemable Units at End of Period</b>	\$ 189,718	\$ 73,387

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

# AGFiQ Enhanced Core US Equity ETF (Note 1)

SCHEDULE OF INVESTMENT PORTFOLIO AS AT SEPTEMBER 30, 2018

No. of Shares	Average Cost (\$)	Fair Value (\$)	No. of Shares	Average Cost (\$)	Fair Value (\$)		
<b>Consumer Discretionary (15.3%)</b>			<b>Health Care (continued)</b>				
1,384	Amazon.com Inc.	2,561,312	3,580,650	11,316	Eli Lilly & Company	1,233,906	1,568,476
4,482	AutoZone Inc.	3,609,281	4,490,663	43,933	Gilead Sciences Inc.	4,204,518	4,381,363
673	Booking Holdings Inc.	1,747,427	1,724,653	12,138	HCA Healthcare Inc.	1,612,563	2,181,130
2,771	Charter Communications Inc.	1,137,916	1,166,377	9,525	Humana Inc.	2,999,434	4,164,800
60,560	Comcast Corporation 'A'	2,726,198	2,769,853	8,642	Johnson & Johnson	1,487,196	1,542,314
23,512	DISH Network Corporation	1,079,015	1,086,005	11,911	UnitedHealth Group Inc.	3,087,709	4,092,984
117,793	Ford Motor Company	1,574,544	1,407,363			28,838,612	33,322,746
47,419	H&R Block Inc.	1,580,559	1,577,155				
18,694	Liberty Global PLC 'A'	748,560	698,547	<b>Industrials (8.2%)</b>			
16,385	Lowe's Companies Inc.	1,809,642	2,430,014	4,447	Cummins Inc.	840,620	839,022
18,170	Michael Kors Holdings Limited	1,190,996	1,609,054	2,937	FedEx Corporation	826,786	913,455
213	NVR Inc.	799,970	679,770	6,637	Honeywell International Inc.	1,244,193	1,426,494
1,831	O'Reilly Automotive Inc.	774,764	821,416	10,093	IHS Markit Limited	590,206	703,456
38,835	Target Corporation	3,201,833	4,424,722	5,200	Kansas City Southern	701,005	760,854
3,651	The Walt Disney Company	474,917	551,467	9,451	Raytheon Company	2,284,969	2,522,778
		25,016,934	29,017,709	7,538	Republic Services Inc.	628,730	707,451
				5,085	The Boeing Company	2,288,051	2,442,654
<b>Consumer Staples (6.2%)</b>				8,456	Union Pacific Corporation	1,417,575	1,778,461
51,240	Altria Group Inc.	4,377,154	3,991,566	19,434	United Technologies Corporation	3,034,518	3,509,500
14,278	Kimberly-Clark Corporation	2,153,005	2,095,769			13,856,653	15,604,125
7,872	PepsiCo Inc.	1,126,538	1,136,768	<b>Information Technology (32.6%)</b>			
24,201	Philip Morris International Inc.	2,697,114	2,548,877	7,627	Accenture PLC 'A'	1,336,664	1,676,711
9,386	The Hershey Company	1,237,416	1,236,589	2,570	Adobe Systems Inc.	843,788	896,110
5,416	The JM Smucker Company	788,020	717,816	2,460	Alphabet Inc. 'A'	3,262,584	3,835,447
		12,379,247	11,727,385	35,654	Apple Inc.	7,782,290	10,395,889
				23,124	Applied Materials Inc.	1,483,283	1,154,403
<b>Energy (4.4%)</b>				4,761	Broadcom Inc.	1,545,103	1,517,277
7,872	Chevron Corporation	1,149,107	1,243,327	50,420	Cisco Systems Inc.	2,286,435	3,168,331
9,191	ConocoPhillips	636,093	918,858	13,129	Cognizant Technology Solutions Corporation	1,228,840	1,308,315
41,509	Exxon Mobil Corporation	4,383,292	4,558,356	4,448	Electronic Arts Inc.	633,394	692,246
7,927	Occidental Petroleum Corporation	809,653	841,331	5,167	F5 Networks Inc.	894,126	1,330,920
5,886	Phillips 66	928,529	856,971	21,080	Facebook Inc. 'A'	4,636,635	4,477,914
		7,906,674	8,418,843	15,528	International Business Machines Corporation	3,057,626	3,032,780
				3,747	Lam Research Corporation	763,414	734,200
<b>Financials (9.8%)</b>				10,473	Mastercard Inc.	2,507,559	3,011,346
4,124	Affiliated Managers Group Inc.	773,382	728,275	21,418	Maxim Integrated Products Inc.	1,383,947	1,560,005
15,862	Aflac Inc.	965,402	964,377	30,915	Microsoft Corporation	4,024,981	4,566,950
19,321	American Express Company	2,294,553	2,657,561	55,076	Oracle Corporation	3,393,533	3,667,922
14,839	Capital One Financial Corporation	1,882,431	1,819,504	19,506	Symantec Corporation	512,811	536,148
20,781	Fifth Third Bancorp	801,658	749,423	21,576	Synopsys Inc.	2,291,088	2,748,127
36,113	JPMorgan Chase & Company	4,713,172	5,263,462	11,066	Twitter Inc.	456,890	406,790
5,641	Nasdaq Inc.	545,608	625,156	31,765	Visa Inc. 'A'	4,678,664	6,158,082
5,812	S&P Global Inc.	1,515,544	1,466,807	12,448	VMware Inc.	1,771,817	2,509,204
6,416	The Allstate Corporation	752,230	817,949	23,303	Xilinx Inc.	2,272,685	2,413,062
13,425	The PNC Financial Services Group Inc.	2,441,538	2,361,589			53,048,157	61,798,179
22,831	Unum Group	1,076,983	1,152,161	<b>Materials (0.4%)</b>			
		17,762,501	18,606,264	5,924	LyondellBasell Industries NV 'A'	715,965	784,379
				<b>Real Estate (2.9%)</b>			
<b>Health Care (17.6%)</b>				7,627	American Tower Corporation	1,323,067	1,431,411
10,488	AbbVie Inc.	1,149,243	1,281,259	8,882	Crown Castle International Corporation	1,177,111	1,277,226
7,848	Allergan PLC	1,635,550	1,930,871	8,888	Extra Space Storage Inc.	943,589	994,643
11,423	AmerisourceBergen Corporation	1,262,798	1,360,662				
6,407	Amgen Inc.	1,594,014	1,715,449				
4,982	Biogen Inc.	1,903,098	2,273,550				
34,727	Celgene Corporation	4,191,620	4,014,086				
14,514	CVS Health Corporation	1,405,893	1,475,764				
5,959	Edwards Lifesciences Corporation	1,071,070	1,340,038				

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

# AGFiQ Enhanced Core US Equity ETF (Note 1)

SCHEDULE OF INVESTMENT PORTFOLIO AS AT SEPTEMBER 30, 2018 CONTINUED

No. of Shares	Average Cost (\$)	Fair Value (\$)
<b>Real Estate (continued)</b>		
2,733 Public Storage	728,716	711,770
4,408 Simon Property Group Inc.	909,138	1,006,343
	<u>5,081,621</u>	<u>5,421,393</u>
<b>Utilities (1.8%)</b>		
9,991 American Electric Power Company Inc.	927,679	914,698
8,026 Entergy Corporation	824,535	841,057
8,620 WEC Energy Group Inc.	752,373	743,307
16,126 Xcel Energy Inc.	1,000,734	983,344
	<u>3,505,321</u>	<u>3,482,406</u>
<b>Commissions and other portfolio transaction costs (Note 2)</b>	<u>(19,721)</u>	<u>-</u>
<b>Total Portfolio (99.2%)</b>	<b><u>168,091,964</u></b>	<b><u>188,183,429</u></b>

Note: Percentages shown relate investments at fair value to total Net Assets Attributable to Holders of Redeemable Units ("Net Assets") as at September 30, 2018 of AGFiQ Enhanced Core US Equity ETF (the "Fund").

# AGFiQ Enhanced Core US Equity ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION

### Investment Objective

The Fund's investment objective is to provide long-term capital appreciation with reduced volatility, over a full market cycle, by investing primarily in equity securities of issuers in the United States.

### Summary of Investment Portfolio

As at September 30, 2018 and 2017, the Fund's major portfolio categories, as a percentage of Net Assets, are included in the following tables:

#### Portfolio by Country

September 30, 2018	(%)
United States	99.2
September 30, 2017	(%)
United States	98.8
United Kingdom	0.3

#### Portfolio by Sector

September 30, 2018	(%)
Information Technology	32.6
Health Care	17.6
Consumer Discretionary	15.3
Financials	9.8
Industrials	8.2
Consumer Staples	6.2
Energy	4.4
Real Estate	2.9
Utilities	1.8
Materials	0.4
September 30, 2017	(%)
Information Technology	20.1
Health Care	16.0
Financials	14.6
Consumer Discretionary	12.3
Industrials	11.1
Consumer Staples	9.5
Energy	3.9
Utilities	3.6
Real Estate	3.4
Telecommunication Services	3.0
Materials	1.6

#### Portfolio by Asset Mix

September 30, 2018	(%)
United States Equity	99.2
September 30, 2017	(%)
United States Equity	98.8
International Equity	0.3

### Interest in Unconsolidated Structured Entities (Note 2)

As at September 30, 2018 and 2017, the Fund had no investments in underlying funds or exchange traded funds.

### DISCUSSION OF FINANCIAL INSTRUMENT RISK MANAGEMENT (Note 4)

#### Credit Risk

As at September 30, 2018 and 2017, the Fund had no significant investments in debt instruments and derivatives. Accordingly, the Fund was not subject to significant credit risk.

#### Interest Rate Risk

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

#### Other Price Risk

The Schedule of Investment Portfolio of the Fund classifies securities by market segment.

The impact on Net Assets of the Fund due to a 30 percent change in benchmark (September 30, 2017 – 5 percent), using historical correlation between the return of the Fund's Units as compared to the return of the Fund's benchmark, as at September 30, 2018 and 2017, with all other variables held constant, is included in the following table. Regression analysis has been utilized to estimate the historical correlation. The analysis uses 36 monthly data points, unless the inception of the Fund is less than three years, in which case since inception data has been used.

Benchmark	Impact on Net Assets (\$'000)	
	September 30, 2018	September 30, 2017
S&P 500 Net Index	55,539	3,584

The historical correlation may not be representative of the future correlation, and accordingly the impact on Net Assets could be materially different.

#### Currency Risk

The amounts in the following tables are based on the fair value of the Fund's financial instruments (including cash and cash equivalents) as well as the underlying principal amounts of foreign exchange forward contracts, as applicable. Other financial assets (including cash collateral received for securities on loan, dividends and interest receivables and receivables for investments sold) and financial liabilities (including payable for cash collateral under securities lending and payable for investments purchased) that are denominated in foreign currencies do not expose the Fund to significant currency risk.

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



# AGFiQ Enhanced Core US Equity ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION CONTINUED

Currencies to which the Fund had exposure as at September 30, 2018 and 2017, were as follows:

### September 30, 2018

(\$'000)	Financial Instruments	Foreign Exchange Forward Contracts	Total**	Percentage of Net Assets (%)
United States Dollar	189,628	-	189,628	100.0

### September 30, 2017

(\$'000)	Financial Instruments	Foreign Exchange Forward Contracts	Total**	Percentage of Net Assets (%)
United States Dollar	73,316	-	73,316	99.9

\*\* Includes both monetary and non-monetary instruments, as applicable

As at September 30, 2018 and 2017, if the Canadian dollar had strengthened or weakened by 2 percent, in relation to all currencies, with all other variables held constant, Net Assets would have decreased or increased, respectively, by approximately \$3,793,000 (September 30, 2017 – \$1,466,000).

In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

### FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (Note 4)

The following tables illustrate the classifications of the Fund's financial instruments within the fair value hierarchy as at September 30, 2018 and 2017.

#### September 30, 2018

(\$'000)	Level 1	Level 2	Level 3	Total
Equities	188,183	-	-	188,183
Debt Instruments	-	-	-	-
Short-Term Investments	-	-	-	-
Investments in Underlying Funds	-	-	-	-
<b>Total Investments</b>	<b>188,183</b>	<b>-</b>	<b>-</b>	<b>188,183</b>
Derivative Assets	-	-	-	-
Derivative Liabilities	-	-	-	-

#### September 30, 2017

(\$'000)	Level 1	Level 2	Level 3	Total
Equities	72,738	-	-	72,738
Debt Instruments	-	-	-	-
Short-Term Investments	-	-	-	-
Investments in Underlying Funds	-	-	-	-
<b>Total Investments</b>	<b>72,738</b>	<b>-</b>	<b>-</b>	<b>72,738</b>
Derivative Assets	-	-	-	-
Derivative Liabilities	-	-	-	-

There were no significant transfers between levels 1 and 2 during the periods ended September 30, 2018 and 2017.

### Reconciliation of Level 3 Fair Value Measurement (Note 4)

For the periods ended September 30, 2018 and 2017, the Fund did not hold financial instruments within level 3 of the fair value hierarchy.

### SECURITIES LENDING TRANSACTIONS (Note 2)

A reconciliation of the gross amount generated from securities lending transactions to the securities lending income earned by the Fund for the periods ended September 30, 2018 and 2017 is as follows:

	September 30, 2018		September 30, 2017	
	(\$'000)	% of Gross Income	(\$'000)	% of Gross Income
Gross Securities Lending Income	11	100.0	3	100.0
Interest Paid on Cash Collateral	-	-	-	-
Withholding Taxes	(1)	(5.5)	(1)	(21.5)
Agent Fees - The Bank of New York Mellon Corp.	(3)	(28.4)	(1)	(23.6)
<b>Net Securities Lending Income</b>	<b>7</b>	<b>66.1</b>	<b>1</b>	<b>54.9</b>

The value of securities loaned and collateral received from securities lending as at September 30, 2018 and 2017 were as follows:

	(\$'000)	
	September 30, 2018	September 30, 2017
Fair Value of Securities on Loan	7,977	1,891
Fair Value of Cash Collateral Received	-	-
Fair Value of Securities Collateral Received	8,428	1,987

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

# AGFiQ Enhanced Global ESG Factors ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENT OF FINANCIAL POSITION

As at	September 30, 2018
<b>Assets</b>	
<b>Current Assets</b>	
Investments at fair value through profit or loss	\$ 69,338
Foreign exchange forward contracts at fair value through profit or loss	-
Cash and cash equivalents	692
Cash collateral received for securities on loan (Note 2)	-
Receivable for units issued	-
Receivable for investments sold	6
Receivable for foreign exchange forward contracts	-
Dividends and interest receivable	102
Tax reclaims receivable	8
	<u>70,146</u>
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Bank overdraft	-
Foreign exchange forward contracts at fair value through profit or loss	-
Payable for cash collateral under securities lending (Note 2)	-
Accrued management fees (Note 7(a))	5
Accrued expenses (Note 7(b))	-
Payable for units redeemed	-
Payable for distributions	-
Payable for investments purchased	7
Payable for foreign exchange forward contracts	-
Foreign taxes payable	-
	<u>12</u>
<b>Net Assets Attributable to Holders of Redeemable Units (Note 2)</b>	<b>\$ 70,134</b>
<b>Investments at Cost (Note 2)</b>	<b>\$ 68,991</b>
<b>Net Assets Attributable to Holders of Redeemable Units per Unit (Note 6)</b>	<b>\$ 26.72</b>

Approved by the Board of Directors of AGF Investments Inc.



Blake C. Goldring, Director



Adrian Basaraba, Director

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

# AGFiQ Enhanced Global ESG Factors ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENT OF COMPREHENSIVE INCOME

For the period ended September 30,	2018
<b>Income</b>	
Dividends	\$ 603
Interest for distribution purposes (Note 2)	127
Net realized gain (loss) on investments	107
Net change in unrealized appreciation (depreciation) in value of investments	347
Net gain (loss) on investments	1,184
Net realized gain (loss) on derivatives	-
Net change in unrealized appreciation (depreciation) in value of derivatives	-
Net gain (loss) on derivatives	-
Securities lending income (Note 2)	1
Net gain (loss) on foreign currencies and other net assets	(50)
<b>Total Income (Loss), Net</b>	<b>1,135</b>
<b>Expenses</b>	
Management fees (Note 7(a))	86
Independent review committee fees	3
Harmonized sales tax and other taxes	11
Foreign withholding taxes (Note 5)	71
Commissions and other portfolio transaction costs (Note 2)	114
Total expenses	285
Less expenses waived/absorbed by Manager (Note 7(b))	-
Net expenses	285
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations</b>	<b>\$ 850</b>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Note 2)</b>	<b>\$ 0.64</b>

## STATEMENT OF CASH FLOWS

For the period ended September 30,	2018
<b>Cash Flows from Operating Activities</b>	
Increase (decrease) in net assets attributable to holders of redeemable units from operations	\$ 850
Adjustments for:	
Exchange (gain) loss on foreign currencies	2
Net realized (gain) loss on investments and derivatives	(107)
Net change in unrealized (appreciation) depreciation in value of investments and derivatives	(347)
Purchases of investments and derivatives <sup>†</sup>	(63,252)
Proceeds from sale and maturity of investments and derivatives	10,817
Non-cash dividends reinvested	-
(Increase) decrease in dividends and interest receivable	(102)
(Increase) decrease in accrued interest for short-term investments	-
(Increase) decrease in tax reclaims receivable	(8)
Increase (decrease) in accrued management fees	5
Increase (decrease) in accrued expenses	-
<b>Net Cash Generated (Used) by Operating Activities</b>	<b>(52,142)</b>
<b>Cash Flows from Financing Activities</b>	
Distributions paid to holders of redeemable units, net of reinvestments	-
Proceeds from redeemable units issued <sup>†</sup>	52,836
Amounts paid on redemption of redeemable units	-
<b>Net Cash Generated (Used) by Financing Activities</b>	<b>52,836</b>
Exchange gain (loss) on foreign currencies	(2)
Net increase (decrease) in cash and cash equivalents	694
Cash and cash equivalents (Bank overdraft) beginning of period	-
<b>Cash and Cash Equivalents (Bank Overdraft) End of Period</b>	<b>\$ 692</b>
Interest received, net of withholding tax <sup>*</sup>	\$ 127
Dividends received, net of withholding tax <sup>*</sup>	\$ 430

<sup>†</sup> Excludes in-kind subscriptions of \$16,448

<sup>\*</sup> Included as part of Cash Flows from Operating Activities

# AGFiQ Enhanced Global ESG Factors ETF (Note 1)

THOUSANDS OF DOLLARS

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the period ended September 30,	2018	For the period ended September 30,	2018
<b>Net Assets Attributable to Holders of Redeemable Units at Beginning of Period</b>	<b>\$ -</b>	Distributions to holders of redeemable units (Note 6):	
Increase (decrease) in net assets attributable to holders of redeemable units from operations	<u>850</u>	Net investment income	\$ -
Redeemable unit transactions (Note 6):		Capital gains	-
Proceeds from redeemable units issued	69,284	Return of capital	-
Reinvestment of distributions to holders of redeemable units	-	Increase (decrease) in net assets attributable to holders of redeemable units for the period	<u>70,134</u>
Payments on redemption of redeemable units	-	<b>Net Assets Attributable to Holders of Redeemable Units at End of Period</b>	<b>\$ 70,134</b>
Net increase (decrease) from redeemable unit transactions	<u>69,284</u>		

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

# AGFiQ Enhanced Global ESG Factors ETF (Note 1)

SCHEDULE OF INVESTMENT PORTFOLIO AS AT SEPTEMBER 30, 2018

No. of Shares		Average Cost (\$)	Fair Value (\$)	No. of Shares		Average Cost (\$)	Fair Value (\$)
<b>Australia (3.7%)</b>				<b>Netherlands (3.3%)</b>			
49,155	Australia & New Zealand Banking Group Limited	1,355,642	1,293,310	3,990	ASML Holding NV	1,028,608	962,774
43,365	Brambles Limited	407,882	441,326	22,892	Koninklijke Philips NV	1,261,351	1,346,954
12,601	Commonwealth Bank of Australia	885,979	840,152			2,289,959	2,309,728
		2,649,503	2,574,788	<b>New Zealand (0.5%)</b>			
<b>Canada (3.8%)</b>				53,550	Auckland International Airport Limited	322,091	334,689
17,010	Manulife Financial Corporation	414,796	392,761	<b>Norway (0.4%)</b>			
27,721	PrairieSky Royalty Limited	726,588	628,989	10,815	Telenor ASA	296,171	273,076
2,749	Sun Life Financial Inc.	139,484	141,161	<b>Singapore (0.3%)</b>			
12,704	The Toronto-Dominion Bank	954,896	997,137	61,092	Singapore Telecommunications Limited	196,507	187,021
6,872	WSP Global Inc.	487,717	485,782	<b>South Africa (2.1%)</b>			
		2,723,481	2,645,830	8,943	Bid Corporation Limited	239,874	240,904
<b>China (0.6%)</b>				68,181	Clicks Group Limited	1,242,874	1,089,829
55,141	China Literature Limited	406,750	447,625	23,492	FirstRand Limited	158,310	145,632
<b>Denmark (0.6%)</b>						1,641,058	1,476,365
6,406	Novo Nordisk AS 'B'	414,172	389,567	<b>South Korea (0.4%)</b>			
<b>Finland (0.8%)</b>				839	SK Holdings Company Limited	290,755	280,388
22,664	Stora Enso Oyj	565,850	559,961	<b>Sweden (1.7%)</b>			
<b>France (5.0%)</b>				31,502	H&M Hennes & Mauritz AB 'B'	651,807	751,947
4,410	AXA SA	148,961	153,103	72,347	Telia Company AB	457,493	429,204
1,358	Dassault Systemes SA	245,015	262,206			1,109,300	1,181,151
1,155	Kering SA	867,534	799,719	<b>Switzerland (1.2%)</b>			
2,522	L'Oreal SA	788,897	785,556	2,101	Zurich Insurance Group AG	842,222	857,762
3,670	Sodexo SA	492,438	502,716	<b>Taiwan (1.2%)</b>			
1,033	Ubisoft Entertainment SA	145,494	144,722	426,382	China Life Insurance Company Limited	556,834	553,749
3,359	Unibail-Rodamco-Westfield	992,909	872,576	484,310	Winbond Electronics Corporation	327,007	297,075
		3,681,248	3,520,598			883,841	850,824
<b>Germany (4.7%)</b>				<b>United Kingdom (8.3%)</b>			
2,100	Allianz SE	602,809	604,667	2,768	AstraZeneca PLC	275,197	277,879
13,425	Delivery Hero SE	995,609	833,911	47,514	British Land Company PLC	561,113	493,391
11,372	Siemens AG	2,010,015	1,881,764	19,110	Diageo PLC	907,373	874,772
		3,608,433	3,320,342	11,544	Ferguson PLC	1,216,784	1,266,181
<b>Hong Kong (1.4%)</b>				26,775	GlaxoSmithKline PLC	702,157	692,742
37,484	AIA Group Limited	435,503	432,312	66,257	National Grid PLC	978,874	882,781
107,658	Swire Properties Limited	528,011	526,679	5,564	Reckitt Benckiser Group PLC	590,236	657,206
		963,514	958,991	35,279	WPP PLC	784,999	667,883
<b>Ireland (1.4%)</b>						6,016,733	5,812,835
151,368	AIB Group PLC	1,149,921	1,001,078	<b>United States (52.0%)</b>			
<b>Israel (0.4%)</b>				2,625	Adobe Systems Inc.	838,086	915,287
9,986	Teva Pharmaceutical Industries Limited ADR	279,909	277,832	1,785	Allergan PLC	378,730	439,170
<b>Japan (4.6%)</b>				1,155	Alphabet Inc. 'A'	1,705,610	1,800,789
21,000	Hitachi Limited	1,027,276	921,520	3,150	Amgen Inc.	745,796	843,400
42,817	JXTG Holdings Inc.	389,836	417,778	2,625	Autodesk Inc.	461,401	529,304
5,449	KDDI Corporation	196,837	194,446	32,339	Bank of America Corporation	1,255,226	1,230,564
7,875	MS & AD Insurance Group Holdings Inc.	331,883	339,655	5,040	Best Buy Company Inc.	500,655	516,627
707	Murata Manufacturing Company Limited	147,705	140,371	1,897	BlackRock Inc. 'A'	1,265,862	1,154,881
5,589	NTT DOCOMO Inc.	184,834	194,104	4,094	Caterpillar Inc.	790,623	806,369
3,434	Pola Orbis Holdings Inc.	141,567	162,009	3,465	Celgene Corporation	382,786	400,518
7,875	Sumco Corporation	242,529	147,536	2,940	Cigna Corporation	664,366	790,819
36,750	Sumitomo Electric Industries Limited	726,740	744,484	20,160	Cisco Systems Inc.	1,150,848	1,266,830
		3,389,207	3,261,903	10,500	Citigroup Inc.	959,803	972,961
<b>Malaysia (0.5%)</b>				2,942	CVS Health Corporation	253,718	299,139
211,471	UMW Holdings Berhad	424,325	331,327	11,130	DowDuPont Inc.	962,735	924,525
				5,775	Ecolab Inc.	1,084,811	1,169,466
				4,598	Eli Lilly & Company	616,180	637,315

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

# AGFiQ Enhanced Global ESG Factors ETF (Note 1)

SCHEDULE OF INVESTMENT PORTFOLIO AS AT SEPTEMBER 30, 2018 CONTINUED

No. of Shares		Average Cost (\$)	Fair Value (\$)
<b>United States (continued)</b>			
1,158	Facebook Inc. 'A'	290,740	245,988
9,030	General Mills Inc.	513,866	500,602
8,057	Gilead Sciences Inc.	767,134	803,511
5,040	Hasbro Inc.	597,038	684,322
48,454	HP Inc.	1,461,454	1,612,831
36,120	Huntington Bancshares Inc.	700,127	696,084
14,329	IHS Markit Limited	985,311	998,695
304	Illumina Inc.	140,451	144,130
10,080	Intel Corporation	693,718	615,708
2,520	International Business Machines Corporation	473,383	492,182
6,300	Lowe's Companies Inc.	758,850	934,336
7,350	Macy's Inc.	308,155	329,714
4,202	McCormick & Company Inc.	608,356	715,075
5,573	Merck & Company Inc.	439,514	510,652
19,965	Microsoft Corporation	2,611,571	2,949,350
6,195	Molson Coors Brewing Company 'B'	514,482	492,109
467	Netflix Inc.	228,352	225,675
10,704	Phillips 66	1,596,576	1,558,447
4,725	S&P Global Inc.	1,244,566	1,192,474
5,460	Texas Instruments Inc.	785,572	756,653
11,342	The Bank of New York Mellon Corporation	812,850	746,998
2,617	United Parcel Service Inc. 'B'	381,872	394,644
5,042	Valero Energy Corporation	722,384	740,797
10,920	Ventas Inc.	781,894	767,020
11,867	Verizon Communications Inc.	764,473	818,362
2,310	VMware Inc.	439,940	465,638
4,515	Walgreens Boots Alliance Inc.	379,151	425,138
11,235	WEC Energy Group Inc.	917,953	968,800
		34,936,969	36,483,899
<b>Commissions and other portfolio transaction costs (Note 2)</b>		(90,772)	-
<b>Total Portfolio (98.9%)</b>		<b>68,991,147</b>	<b>69,337,580</b>

ADR – American Depositary Receipt

Note: Percentages shown relate investments at fair value to total Net Assets Attributable to Holders of Redeemable Units ("Net Assets") as at September 30, 2018 of AGFiQ Enhanced Global ESG Factors ETF (the "Fund").

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

# AGFiQ Enhanced Global ESG Factors ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION

### Investment Objective

The Fund's investment objective is to provide long-term capital appreciation with reduced volatility, over a full market cycle, by investing primarily in global equity securities.

### Summary of Investment Portfolio

As at September 30, 2018, the Fund's major portfolio categories, as a percentage of Net Assets, are included in the following tables:

#### Portfolio by Country

September 30, 2018	(%)
United States	52.0
United Kingdom	8.3
France	5.0
Germany	4.7
Japan	4.6
Canada	3.8
Australia	3.7
Netherlands	3.3
South Africa	2.1
Sweden	1.7
Ireland	1.4
Hong Kong	1.4
Switzerland	1.2
Taiwan	1.2
Finland	0.8
China	0.6
Denmark	0.6
New Zealand	0.5
Malaysia	0.5
South Korea	0.4
Israel	0.4
Norway	0.4
Singapore	0.3

#### Portfolio by Sector

September 30, 2018	(%)
Information Technology	21.9
Financials	19.6
Health Care	11.2
Consumer Discretionary	9.9
Industrials	9.8
Consumer Staples	8.5
Energy	4.8
Real Estate	3.8
Materials	3.8
Telecommunication Services	3.0
Utilities	2.6

### Portfolio by Asset Mix

September 30, 2018	(%)
United States Equity	52.0
International Equity	43.1
Canadian Equity	3.8

### Interest in Unconsolidated Structured Entities (Note 2)

As at September 30, 2018, the Fund had no investments in underlying funds or exchange traded funds.

### DISCUSSION OF FINANCIAL INSTRUMENT RISK MANAGEMENT (Note 4)

#### Credit Risk

As at September 30, 2018, the Fund had no significant investments in debt instruments and derivatives. Accordingly, the Fund was not subject to significant credit risk.

#### Interest Rate Risk

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

#### Other Price Risk

The Schedule of Investment Portfolio of the Fund classifies securities by geographic region.

The impact on Net Assets of the Fund due to a 5 percent change in benchmark, using historical correlation between the return of the Fund's Units as compared to the return of the Fund's benchmark, as at September 30, 2018, with all other variables held constant, is included in the following table. Regression analysis has been utilized to estimate the historical correlation. The analysis uses 36 monthly data points, unless the inception of the Fund is less than three years, in which case since inception data has been used.

	Impact on Net Assets (\$'000)
Benchmark	September 30, 2018
MSCI All Country World Index	4,201

The historical correlation may not be representative of the future correlation, and accordingly the impact on Net Assets could be materially different.

#### Currency Risk

The amounts in the following table are based on the fair value of the Fund's financial instruments (including cash and cash equivalents) as well as the underlying principal amounts of foreign exchange forward contracts, as applicable. Other financial assets (including cash collateral received for securities on loan, dividends and interest receivables and receivables for investments sold) and financial liabilities (including payable for cash collateral under securities lending and payable for investments purchased) that are denominated in foreign currencies do not expose the Fund to significant currency risk.

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

# AGFiQ Enhanced Global ESG Factors ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION CONTINUED

Currencies to which the Fund had exposure as at September 30, 2018, were as follows:

**September 30, 2018**

(\$'000)	Financial Instruments	Foreign Exchange Forward Contracts	Total**	Percentage of Net Assets (%)
United States Dollar	37,438	-	37,438	53.4
Euro Currency	10,712	-	10,712	15.3
Pound Sterling	5,819	-	5,819	8.3
Japanese Yen	3,262	-	3,262	4.7
Australian Dollar	2,601	-	2,601	3.7
South African Rand	1,476	-	1,476	2.1
Hong Kong Dollar	1,407	-	1,407	2.0
Swedish Krona	1,181	-	1,181	1.7
Swiss Franc	858	-	858	1.2
New Taiwanese Dollar	851	-	851	1.2
Danish Krone	390	-	390	0.6
New Zealand Dollar	335	-	335	0.5
Malaysian Ringgit	331	-	331	0.5
South Korean Won	280	-	280	0.4
Norwegian Krone	273	-	273	0.4
Singapore Dollar	187	-	187	0.3

\*\* Includes both monetary and non-monetary instruments, as applicable

As at September 30, 2018, if the Canadian dollar had strengthened or weakened by 2 percent, in relation to all currencies, with all other variables held constant, Net Assets would have decreased or increased, respectively, by approximately \$1,348,000.

In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

### FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (Note 4)

The following table illustrates the classifications of the Fund's financial instruments within the fair value hierarchy as at September 30, 2018.

**September 30, 2018**

(\$'000)	Level 1	Level 2	Level 3	Total
Equities	69,338	-	-	69,338
Debt Instruments	-	-	-	-
Short-Term Investments	-	-	-	-
Investments in Underlying Funds	-	-	-	-
<b>Total Investments</b>	<b>69,338</b>	<b>-</b>	<b>-</b>	<b>69,338</b>
Derivative Assets	-	-	-	-
Derivative Liabilities	-	-	-	-

There were no significant transfers between levels 1 and 2 during the period ended September 30, 2018.

### Reconciliation of Level 3 Fair Value Measurement (Note 4)

For the period ended September 30, 2018, the Fund did not hold financial instruments within level 3 of the fair value hierarchy.

### SECURITIES LENDING TRANSACTIONS (Note 2)

A reconciliation of the gross amount generated from securities lending transactions to the securities lending income earned by the Fund for the period ended September 30, 2018 is as follows:

	September 30, 2018	
	(\$'000)	% of Gross Income
Gross Securities Lending Income	2	100.0
Interest Paid on Cash Collateral	-	-
Withholding Taxes	-	-
Agent Fees - The Bank of New York Mellon Corp.	(1)	(30.0)
<b>Net Securities Lending Income</b>	<b>1</b>	<b>70.0</b>

The value of securities loaned and collateral received from securities lending as at September 30, 2018 were as follows:

	(\$'000)
	September 30, 2018
Fair Value of Securities on Loan	3,007
Fair Value of Cash Collateral Received	-
Fair Value of Securities Collateral Received	3,169

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



# AGFiQ Enhanced Global Infrastructure ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENT OF FINANCIAL POSITION

As at	September 30, 2018
<b>Assets</b>	
<b>Current Assets</b>	
Investments at fair value through profit or loss	\$ 264,258
Foreign exchange forward contracts at fair value through profit or loss	-
Cash and cash equivalents	1,076
Cash collateral received for securities on loan (Note 2)	-
Receivable for units issued	-
Receivable for investments sold	-
Receivable for foreign exchange forward contracts	-
Dividends and interest receivable	800
Tax reclaims receivable	49
	<u>266,183</u>
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Bank overdraft	-
Foreign exchange forward contracts at fair value through profit or loss	-
Payable for cash collateral under securities lending (Note 2)	-
Accrued management fees (Note 7(a))	20
Accrued expenses (Note 7(b))	-
Payable for units redeemed	-
Payable for distributions	-
Payable for investments purchased	-
Payable for foreign exchange forward contracts	-
Foreign taxes payable	-
	<u>20</u>
<b>Net Assets Attributable to Holders of Redeemable Units (Note 2)</b>	<b>\$ 266,163</b>
<b>Investments at Cost (Note 2)</b>	<b>\$ 267,935</b>
<b>Net Assets Attributable to Holders of Redeemable Units per Unit (Note 6)</b>	<b>\$ 25.72</b>

Approved by the Board of Directors of AGF Investments Inc.



Blake C. Goldring, Director



Adrian Basaraba, Director

# AGFiQ Enhanced Global Infrastructure ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENT OF COMPREHENSIVE INCOME

For the period ended September 30,	2018
<b>Income</b>	
Dividends	\$ 4,274
Interest for distribution purposes (Note 2)	250
Net realized gain (loss) on investments	(107)
Net change in unrealized appreciation (depreciation) in value of investments	(3,677)
Net gain (loss) on investments	740
Net realized gain (loss) on derivatives	-
Net change in unrealized appreciation (depreciation) in value of derivatives	-
Net gain (loss) on derivatives	-
Securities lending income (Note 2)	6
Net gain (loss) on foreign currencies and other net assets	129
<b>Total Income (Loss), Net</b>	<b>875</b>
<b>Expenses</b>	
Management fees (Note 7(a))	319
Independent review committee fees	3
Harmonized sales tax and other taxes	42
Foreign withholding taxes (Note 5)	364
Commissions and other portfolio transaction costs (Note 2)	185
Total expenses	913
Less expenses waived/absorbed by Manager (Note 7(b))	-
Net expenses	913
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations</b>	<b>\$ (38)</b>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Note 2)</b>	<b>\$ (0.01)</b>

## STATEMENT OF CASH FLOWS

For the period ended September 30,	2018
<b>Cash Flows from Operating Activities</b>	
Increase (decrease) in net assets attributable to holders of redeemable units from operations	\$ (38)
Adjustments for:	
Exchange (gain) loss on foreign currencies	8
Net realized (gain) loss on investments and derivatives	107
Net change in unrealized (appreciation) depreciation in value of investments and derivatives	3,677
Purchases of investments and derivatives <sup>†</sup>	(75,264)
Proceeds from sale and maturity of investments and derivatives	10,896
Non-cash dividends reinvested	-
(Increase) decrease in dividends and interest receivable	(800)
(Increase) decrease in accrued interest for short-term investments	-
(Increase) decrease in tax reclaims receivable	(49)
Increase (decrease) in accrued management fees	20
Increase (decrease) in accrued expenses	-
<b>Net Cash Generated (Used) by Operating Activities</b>	<b>(61,443)</b>
<b>Cash Flows from Financing Activities</b>	
Distributions paid to holders of redeemable units, net of reinvestments	(2,479)
Proceeds from redeemable units issued <sup>†</sup>	65,006
Amounts paid on redemption of redeemable units	-
<b>Net Cash Generated (Used) by Financing Activities</b>	<b>62,527</b>
Exchange gain (loss) on foreign currencies	(8)
Net increase (decrease) in cash and cash equivalents	1,084
Cash and cash equivalents (Bank overdraft) beginning of period	-
<b>Cash and Cash Equivalents (Bank Overdraft) End of Period</b>	<b>\$ 1,076</b>
Interest received, net of withholding tax <sup>*</sup>	\$ 250
Dividends received, net of withholding tax <sup>*</sup>	\$ 3,110

<sup>†</sup> Excludes in-kind subscriptions of \$203,674

<sup>\*</sup> Included as part of Cash Flows from Operating Activities

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

# AGFiQ Enhanced Global Infrastructure ETF (Note 1)

THOUSANDS OF DOLLARS

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS

For the period ended September 30,	2018	For the period ended September 30,	2018
<b>Net Assets Attributable to Holders of Redeemable Units at Beginning of Period</b>	<b>\$ -</b>	Distributions to holders of redeemable units (Note 6):	
Increase (decrease) in net assets attributable to holders of redeemable units from operations	(38)	Net investment income	\$ (2,479)
Redeemable unit transactions (Note 6):		Capital gains	-
Proceeds from redeemable units issued	268,680	Return of capital	(2,479)
Reinvestment of distributions to holders of redeemable units	-	Increase (decrease) in net assets attributable to holders of redeemable units for the period	266,163
Payments on redemption of redeemable units	-	<b>Net Assets Attributable to Holders of Redeemable Units at End of Period</b>	<b>\$ 266,163</b>
Net increase (decrease) from redeemable unit transactions	268,680		

# AGFiQ Enhanced Global Infrastructure ETF (Note 1)

## SCHEDULE OF INVESTMENT PORTFOLIO AS AT SEPTEMBER 30, 2018

No. of Shares		Average Cost (\$)	Fair Value (\$)	No. of Shares		Average Cost (\$)	Fair Value (\$)
<b>Australia (1.2%)</b>				<b>Italy (continued)</b>			
45,964	AGL Energy Limited	974,021	836,848	45,143	Societa Iniziative Autostradali e Servizi SpA	1,111,575	863,170
1,638,314	AusNet Services Group	2,638,107	2,485,675	544,363	Terna SpA	4,027,070	3,756,093
		3,612,128	3,322,523			11,026,150	9,988,281
<b>Belgium (0.3%)</b>				<b>Japan (1.4%)</b>			
8,091	Elia System Operator SA/NV	659,898	673,427	70,454	Kyushu Railway Company	2,747,866	2,771,225
<b>Brazil (0.7%)</b>				413	Nippon Prologis REIT Inc.	1,109,798	1,055,917
167,764	Engie Brasil Energia SA	2,179,820	1,903,714			3,857,664	3,827,142
<b>Canada (19.6%)</b>				<b>Malaysia (1.2%)</b>			
187,987	Algonquin Power & Utilities Corporation	2,388,769	2,511,506	677,228	Tenaga Nasional Berhad	3,350,877	3,267,731
16,613	Canadian National Railway Company	1,789,460	1,925,447	<b>Mexico (1.9%)</b>			
50,497	Capital Power Corporation	1,288,573	1,439,669	27,388	Grupo Aeroportuario del Centro Norte SAB de CV ADR	1,567,278	2,014,647
413,290	Enbridge Inc.	18,345,476	17,225,927	11,122	Grupo Aeroportuario del Pacifico SAB de CV	1,337,979	1,568,451
47,613	Enbridge Income Fund Holdings Inc.	1,431,379	1,493,620	210,011	Infraestructura Energetica Nova SAB de CV	1,242,721	1,347,896
181,394	Fortis Inc.	7,672,433	7,596,781			4,147,978	4,930,994
110,884	Kinder Morgan Canada Limited	1,855,693	1,888,355	<b>New Zealand (1.6%)</b>			
74,631	Northland Power Inc.	1,810,042	1,619,493	290,984	Auckland International Airport Limited	1,747,845	1,818,659
129,250	Pembina Pipeline Corporation	5,821,238	5,672,782	351,952	Mercury NZ Limited	1,017,616	1,013,976
186,752	TransCanada Corporation	10,569,345	9,759,659	243,026	Z Energy Limited	1,610,612	1,487,709
34,019	Westshore Terminals Investment Corporation	812,349	913,070			4,376,073	4,320,344
		53,784,757	52,046,309	<b>Portugal (0.6%)</b>			
<b>Chile (0.3%)</b>				474,420	REN - Redes Energeticas Nacionais SGPS SA	1,848,252	1,728,879
2,449,851	Colbun SA	741,364	683,055	<b>Singapore (1.0%)</b>			
<b>China (3.3%)</b>				1,015,883	Ascendas Real Estate Investment Trust	2,625,272	2,534,008
1,157,999	Beijing Capital International Airport Company Limited	1,945,010	1,817,035	<b>Spain (4.5%)</b>			
6,344,534	CGN Power Company Limited 'H'	2,194,856	1,947,096	22,660	Aena SA	5,842,130	5,080,384
1,026,283	COSCO SHIPPING Ports Limited	1,209,882	1,457,957	93,582	Enagas SA	3,481,856	3,262,952
1,360,333	Jiangsu Expressway Company Limited 'H'	2,408,617	2,253,479	68,214	Endesa SA	2,044,737	1,903,774
1,010,212	Shenzhen Expressway Company Limited 'H'	1,323,217	1,310,116	46,379	Naturgy Energy Group SA	1,589,449	1,635,195
		9,081,582	8,785,683			12,958,172	11,882,305
<b>France (4.2%)</b>				<b>United Kingdom (6.1%)</b>			
39,374	Veolia Environnement SA	1,201,617	1,015,035	202,778	Drax Group PLC	1,268,914	1,325,261
83,642	VINCI SA	11,023,385	10,288,205	640,819	National Grid PLC	9,355,642	8,538,004
		12,225,002	11,303,240	123,771	Pearson PLC	1,987,433	1,854,530
<b>Hong Kong (3.4%)</b>				90,285	SSE PLC	2,134,684	1,741,908
210,648	CLP Holdings Limited	2,938,066	3,185,403	240,540	United Utilities Group PLC	3,119,341	2,850,919
1,199,404	HK Electric Investments and HK Electric Investments Limited	1,497,962	1,563,389			17,866,014	16,310,622
307,938	MTR Corporation Limited	2,247,623	2,093,318	<b>United States (44.2%)</b>			
260,761	Power Assets Holdings Limited	2,500,790	2,344,843	82,718	American Tower Corporation	15,078,874	15,524,245
		9,184,441	9,186,953	52,146	Atmos Energy Corporation	6,022,151	6,325,250
<b>Italy (3.8%)</b>				9,887	CoreSite Realty Corporation	1,412,334	1,419,318
559,010	A2A SpA	1,346,675	1,253,303	102,669	Crown Castle International Corporation	14,137,094	14,763,740
257,022	Enel SpA	1,942,953	1,700,596	15,656	CSX Corporation	1,322,635	1,497,445
448,714	Snam SpA	2,597,877	2,415,119	6,593	Digital Realty Trust Inc.	966,267	957,863
				22,248	DTE Energy Company	3,010,747	3,136,028
				38,137	Duke Energy Corporation	3,902,299	3,941,758

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

# AGFiQ Enhanced Global Infrastructure ETF (Note 1)

SCHEDULE OF INVESTMENT PORTFOLIO AS AT SEPTEMBER 30, 2018 CONTINUED

No. of Shares		Average Cost (\$)	Fair Value (\$)
<b>United States (continued)</b>			
69,452	EnLink Midstream LLC	1,458,923	1,475,691
50,612	InfraREIT Inc.	1,445,332	1,382,639
10,298	Kansas City Southern	1,482,959	1,506,784
210,966	Kinder Morgan Inc.	4,970,254	4,831,323
37,726	Macquarie Infrastructure Corporation	1,998,956	2,247,859
10,300	Norfolk Southern Corporation	2,100,952	2,401,371
43,082	NorthWestern Corporation	3,113,691	3,264,245
88,534	OGE Energy Corporation	4,055,582	4,153,372
89,050	ONEOK Inc.	7,809,645	7,797,303
39,787	PPL Corporation	1,450,758	1,503,697
44,317	Rexford Industrial Realty Inc.	1,800,752	1,829,456
28,252	SBA Communications Corporation 'A'	5,869,506	5,861,661
48,026	Sempra Energy	6,871,304	7,056,229
73,805	STAG Industrial Inc.	2,536,320	2,621,581
65,330	The Southern Company	3,902,923	3,679,120
206,115	The Williams Companies Inc.	7,385,269	7,238,751
14,421	Union Pacific Corporation	2,678,838	3,033,016
45,553	WEC Energy Group Inc.	3,734,402	3,928,060
68,628	Xcel Energy Inc.	4,058,022	4,184,853
		114,576,789	117,562,658
<b>Commissions and other portfolio transaction costs (Note 2)</b>		(167,349)	-
<b>Total Portfolio (99.3%)</b>		<b>267,934,884</b>	<b>264,257,868</b>

ADR – American Depository Receipt

Note: Percentages shown relate investments at fair value to total Net Assets Attributable to Holders of Redeemable Units ("Net Assets") as at September 30, 2018 of AGFiQ Enhanced Global Infrastructure ETF (the "Fund").

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

# AGFiQ Enhanced Global Infrastructure ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION

### Investment Objective

The Fund's investment objective is to provide long-term capital appreciation with reduced volatility and a high level of income, over a full market cycle, by investing primarily in global equity securities in the infrastructure industry.

### Summary of Investment Portfolio

As at September 30, 2018, the Fund's major portfolio categories, as a percentage of Net Assets, are included in the following tables:

#### Portfolio by Country

September 30, 2018	(%)
United States	44.2
Canada	19.6
United Kingdom	6.1
Spain	4.5
France	4.2
Italy	3.8
Hong Kong	3.4
China	3.3
Mexico	1.9
New Zealand	1.6
Japan	1.4
Australia	1.2
Malaysia	1.2
Singapore	1.0
Brazil	0.7
Portugal	0.6
Chile	0.3
Belgium	0.3

#### Portfolio by Sector

September 30, 2018	(%)
Utilities	38.7
Energy	24.3
Real Estate	18.0
Industrials	17.6
Consumer Discretionary	0.7

#### Portfolio by Asset Mix

September 30, 2018	(%)
United States Equity	44.2
International Equity	35.5
Canadian Equity	19.6

### Interest in Unconsolidated Structured Entities (Note 2)

As at September 30, 2018, the Fund had no investments in underlying funds or exchange traded funds.

### DISCUSSION OF FINANCIAL INSTRUMENT RISK MANAGEMENT (Note 4)

#### Credit Risk

As at September 30, 2018, the Fund had no significant investments in debt instruments and derivatives. Accordingly, the Fund was not subject to significant credit risk.

#### Interest Rate Risk

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

#### Other Price Risk

The Schedule of Investment Portfolio of the Fund classifies securities by geographic region.

The impact on Net Assets of the Fund due to a 5 percent change in benchmark, using historical correlation between the return of the Fund's Units as compared to the return of the Fund's benchmark, as at September 30, 2018, with all other variables held constant, is included in the following table. Regression analysis has been utilized to estimate the historical correlation. The analysis uses 36 monthly data points, unless the inception of the Fund is less than three years, in which case since inception data has been used.

	Impact on Net Assets (\$'000)
Benchmark	September 30, 2018
Dow Jones Brookfield Global Infrastructure Index	10,315

The historical correlation may not be representative of the future correlation, and accordingly the impact on Net Assets could be materially different.

#### Currency Risk

The amounts in the following table are based on the fair value of the Fund's financial instruments (including cash and cash equivalents) as well as the underlying principal amounts of foreign exchange forward contracts, as applicable. Other financial assets (including cash collateral received for securities on loan, dividends and interest receivables and receivables for investments sold) and financial liabilities (including payable for cash collateral under securities lending and payable for investments purchased) that are denominated in foreign currencies do not expose the Fund to significant currency risk.

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

# AGFiQ Enhanced Global Infrastructure ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS — FUND SPECIFIC INFORMATION CONTINUED

Currencies to which the Fund had exposure as at September 30, 2018, were as follows:

**September 30, 2018**

(\$'000)	Financial Instruments	Foreign Exchange Forward Contracts	Total**	Percentage of Net Assets (%)
United States Dollar	122,059	-	122,059	45.9
Euro Currency	35,690	-	35,690	13.4
Hong Kong Dollar	17,973	-	17,973	6.8
Pound Sterling	16,311	-	16,311	6.1
New Zealand Dollar	4,320	-	4,320	1.6
Japanese Yen	3,827	-	3,827	1.4
Australian Dollar	3,323	-	3,323	1.2
Malaysian Ringgit	3,268	-	3,268	1.2
Singapore Dollar	2,534	-	2,534	1.0
Brazilian Real	1,904	-	1,904	0.7
Mexican Peso	1,348	-	1,348	0.5
Chilean Peso	683	-	683	0.3

\*\* Includes both monetary and non-monetary instruments, as applicable

As at September 30, 2018, if the Canadian dollar had strengthened or weakened by 2 percent, in relation to all currencies, with all other variables held constant, Net Assets would have decreased or increased, respectively, by approximately \$4,265,000.

In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

### FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (Note 4)

The following table illustrates the classifications of the Fund's financial instruments within the fair value hierarchy as at September 30, 2018.

**September 30, 2018**

(\$'000)	Level 1	Level 2	Level 3	Total
Equities	264,258	-	-	264,258
Debt Instruments	-	-	-	-
Short-Term Investments	-	-	-	-
Investments in Underlying Funds	-	-	-	-
<b>Total Investments</b>	<b>264,258</b>	<b>-</b>	<b>-</b>	<b>264,258</b>
Derivative Assets	-	-	-	-
Derivative Liabilities	-	-	-	-

There were no significant transfers between levels 1 and 2 during the period ended September 30, 2018.

### Reconciliation of Level 3 Fair Value Measurement (Note 4)

For the period ended September 30, 2018, the Fund did not hold financial instruments within level 3 of the fair value hierarchy.

### SECURITIES LENDING TRANSACTIONS (Note 2)

A reconciliation of the gross amount generated from securities lending transactions to the securities lending income earned by the Fund for the period ended September 30, 2018 is as follows:

	September 30, 2018	
	(\$'000)	% of Gross Income
Gross Securities Lending Income	8	100.0
Interest Paid on Cash Collateral	-	-
Withholding Taxes	-	-
Agent Fees - The Bank of New York Mellon Corp.	(2)	(30.0)
Net Securities Lending Income	6	70.0

The value of securities loaned and collateral received from securities lending as at September 30, 2018 were as follows:

	(\$'000)
	September 30, 2018
Fair Value of Securities on Loan	16,374
Fair Value of Cash Collateral Received	-
Fair Value of Securities Collateral Received	17,199

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

# AGFiQ Global Equity Rotation ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENTS OF FINANCIAL POSITION

As at	September 30, 2018	September 30, 2017
<b>Assets</b>		
<b>Current Assets</b>		
Investments at fair value through profit or loss	\$ 3,649	\$ 2,644
Foreign exchange forward contracts at fair value through profit or loss	-	-
Cash and cash equivalents	32	14
Cash collateral received for securities on loan (Note 2)	-	-
Receivable for units issued	-	-
Receivable for investments sold	-	-
Receivable for foreign exchange forward contracts	-	-
Receivable from Manager (Note 7(b))	-	-
Dividends and interest receivable	3	-
Tax reclaims receivable	-	-
	<b>3,684</b>	<b>2,658</b>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Bank overdraft	-	-
Foreign exchange forward contracts at fair value through profit or loss	-	-
Payable for cash collateral under securities lending (Note 2)	-	-
Accrued management fees (Note 7(a))	0	0
Accrued expenses (Note 7(b))	-	-
Payable for units redeemed	-	-
Payable for distributions	-	-
Payable for investments purchased	-	-
Payable for foreign exchange forward contracts	-	-
Foreign taxes payable	-	-
	<b>0</b>	<b>0</b>
<b>Net Assets Attributable to Holders of Redeemable Units (Note 2)</b>	<b>\$ 3,684</b>	<b>\$ 2,658</b>
<b>Investments at Cost (Note 2)</b>	<b>\$ 3,303</b>	<b>\$ 2,525</b>
<b>Net Assets Attributable to Holders of Redeemable Units per Unit (Note 6)</b>	<b>\$ 29.47</b>	<b>\$ 26.58</b>

Approved by the Board of Directors of AGF Investments Inc.



Blake C. Goldring, Director



Adrian Basaraba, Director

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



# AGFiQ Global Equity Rotation ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended September 30,	2018	2017
<b>Income</b>		
Dividends	\$ 46	\$ 25
Interest for distribution purposes (Note 2)	-	2
Net realized gain (loss) on investments	64	26
Net change in unrealized appreciation (depreciation) in value of investments	227	119
Net gain (loss) on investments	337	172
Net realized gain (loss) on derivatives	-	-
Net change in unrealized appreciation (depreciation) in value of derivatives	-	-
Net gain (loss) on derivatives	-	-
Securities lending income (Note 2)	7	0
Net gain (loss) on foreign currencies and other net assets	-	-
<b>Total Income (Loss), Net</b>	<b>344</b>	<b>172</b>
<b>Expenses</b>		
Management fees (Note 7(a))	11	6
Independent review committee fees	5	3
Harmonized sales tax and other taxes	2	1
Foreign withholding taxes (Note 5)	6	3
Commissions and other portfolio transaction costs (Note 2)	2	2
Total expenses	26	15
Less expenses waived/absorbed by Manager (Note 7(b))	(3)	(1)
Net expenses	23	14
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations</b>	<b>\$ 321</b>	<b>\$ 158</b>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Note 2)</b>	<b>\$ 2.82</b>	<b>\$ 1.58</b>

## STATEMENTS OF CASH FLOWS

For the periods ended September 30,	2018	2017
<b>Cash Flows from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units from operations	\$ 321	\$ 158
Adjustments for:		
Exchange (gain) loss on foreign currencies	-	-
Net realized (gain) loss on investments and derivatives	(64)	(26)
Net change in unrealized (appreciation) depreciation in value of investments and derivatives	(227)	(119)
Purchases of investments and derivatives*	(1,604)	(3,652)
Proceeds from sale and maturity of investments and derivatives	1,623	1,153
Non-cash dividends reinvested	-	-
(Increase) decrease in dividends and interest receivable	(3)	-
(Increase) decrease in accrued interest for short-term investments	-	-
(Increase) decrease in tax reclaims receivable	-	-
Increase (decrease) in accrued management fees	-	0
Increase (decrease) in accrued expenses	-	-
<b>Net Cash Generated (Used) by Operating Activities</b>	<b>46</b>	<b>(2,486)</b>
<b>Cash Flows from Financing Activities</b>		
Distributions paid to holders of redeemable units, net of reinvestments	(34)	-
Proceeds from redeemable units issued*	6	2,500
Amounts paid on redemption of redeemable units	-	-
<b>Net Cash Generated (Used) by Financing Activities</b>	<b>(28)</b>	<b>2,500</b>
Exchange gain (loss) on foreign currencies	-	-
Net increase (decrease) in cash and cash equivalents	18	14
Cash and cash equivalents (Bank overdraft) beginning of period	14	-
<b>Cash and Cash Equivalents (Bank Overdraft) End of Period</b>	<b>\$ 32</b>	<b>\$ 14</b>
Interest received, net of withholding tax*	\$ -	\$ 2
Dividends received, net of withholding tax*	\$ 37	\$ 22

\* Excludes in-kind subscriptions of \$733 (2017 - nil)

\* Included as part of Cash Flows from Operating Activities

# AGFiQ Global Equity Rotation ETF (Note 1)

THOUSANDS OF DOLLARS

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

For the periods ended September 30,	2018	2017
<b>Net Assets Attributable to Holders of Redeemable Units at Beginning of Period</b>	\$ 2,658	\$ -
Increase (decrease) in net assets attributable to holders of redeemable units from operations	321	158
Redeemable unit transactions (Note 6):		
Proceeds from redeemable units issued	739	2,500
Reinvestment of distributions to holders of redeemable units	27	-
Payments on redemption of redeemable units	-	-
Net increase (decrease) from redeemable unit transactions	766	2,500

For the periods ended September 30,	2018	2017
Distributions to holders of redeemable units (Note 6):		
Net investment income	\$ (34)	\$ -
Capital gains	(27)	-
Return of capital	-	-
	(61)	-
Increase (decrease) in net assets attributable to holders of redeemable units for the period	1,026	2,658
<b>Net Assets Attributable to Holders of Redeemable Units at End of Period</b>	\$ 3,684	\$ 2,658

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

# AGFiQ Global Equity Rotation ETF (Note 1)

SCHEDULE OF INVESTMENT PORTFOLIO AS AT SEPTEMBER 30, 2018

No. of Units		Average Cost (\$)	Fair Value (\$)
<b>ETFs – Domestic Equity (0.9%)</b>			
1,253	AGFiQ Enhanced Core Canadian Equity ETF <sup>†</sup>	33,580	32,841
<b>ETFs – International Equity (39.9%)</b>			
11,534	AGFiQ Enhanced Core Emerging Markets Equity ETF <sup>†</sup>	301,731	331,487
11,786	AGFiQ Enhanced Core International Equity ETF <sup>†</sup>	304,997	341,794
416	iShares MSCI Brazil Capped ETF	18,388	18,124
1,518	iShares MSCI China ETF	124,008	117,428
398	iShares MSCI France ETF	13,703	16,137
2,669	iShares MSCI Germany ETF	109,563	102,526
2,195	iShares MSCI Japan ETF	164,384	170,762
1,700	iShares MSCI Netherlands ETF	69,648	66,291
1,989	iShares MSCI Norway Capped ETF	64,627	75,061
415	iShares MSCI Russia Capped ETF	18,208	18,863
1,404	iShares MSCI South Korea Capped ETF	129,739	123,806
900	iShares MSCI Taiwan Capped ETF	42,803	43,826
226	iShares MSCI Thailand ETF	24,730	27,528
440	iShares MSCI United Kingdom ETF	19,574	19,391
		1,406,103	1,473,024
<b>ETFs – United States Equity (58.2%)</b>			
40,237	AGFiQ Enhanced Core US Equity ETF <sup>†</sup>	1,119,857	1,243,324
2,380	iShares Core S&P 500 ETF	745,119	899,889
		1,864,976	2,143,213
<b>Commissions and other portfolio transaction costs (Note 2)</b>		(1,719)	-
<b>Total Portfolio (99.0%)</b>		<b>3,302,940</b>	<b>3,649,078</b>

ETF – Exchange Traded Fund

<sup>†</sup> A fund managed by AGF Investments Inc.

Note: Percentages shown relate investments at fair value to total Net Assets Attributable to Holders of Redeemable Units (“Net Assets”) as at September 30, 2018 of AGFiQ Global Equity Rotation ETF (the “Fund”).

# AGFiQ Global Equity Rotation ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION

### Investment Objective

The Fund's investment objective is to provide long-term capital appreciation by investing, directly or indirectly, including through ETFs, in global equity securities.

### Summary of Investment Portfolio

As at September 30, 2018 and 2017, the Fund's major portfolio categories, as a percentage of Net Assets, are included in the following tables:

#### Portfolio by Country

September 30, 2018	(%)
United States	58.2
ETFs - International	18.3
Japan	4.6
South Korea	3.4
China	3.2
Germany	2.8
Norway	2.0
Netherlands	1.8
Taiwan	1.2
Canada	0.9
Thailand	0.7
United Kingdom	0.5
Russia	0.5
Brazil	0.5
France	0.4

September 30, 2017	(%)
United States	52.0
ETFs - International	19.0
United Kingdom	4.1
South Korea	3.2
Spain	2.9
Japan	2.6
Poland	2.2
China	2.1
Norway	2.1
Turkey	1.9
Thailand	1.6
Singapore	1.5
Russia	1.4
Netherlands	1.1
South Africa	0.8
Germany	0.5
France	0.5

#### Portfolio by Sector

September 30, 2018	(%)
ETFs - United States Equity	58.2
ETFs - International Equity	39.9
ETFs - Domestic Equity	0.9

September 30, 2017	(%)
ETFs - United States Equity	52.0
ETFs - International Equity	47.5

#### Portfolio by Asset Mix

September 30, 2018	(%)
United States Equity	58.2
International Equity	39.9
Canadian Equity	0.9

September 30, 2017	(%)
United States Equity	52.0
International Equity	47.5

#### Interest in Unconsolidated Structured Entities (Note 2)

The Fund's investment details in the exchange traded funds as at September 30, 2018 and 2017 are included in the following tables:

September 30, 2018	Fair Value of Fund's Investment (\$'000)	% of ETF's Net Assets
AGFiQ Enhanced Core Emerging Markets Equity ETF	331	0.8
AGFiQ Enhanced Core US Equity ETF	1,243	0.7
AGFiQ Enhanced Core International Equity ETF	342	0.4
iShares MSCI Norway Capped ETF	75	0.2
AGFiQ Enhanced Core Canadian Equity ETF	33	0.1
iShares MSCI Netherlands ETF	66	0.0
iShares MSCI Thailand ETF	28	0.0
iShares MSCI France ETF	16	0.0
iShares MSCI Russia Capped ETF	19	0.0
iShares MSCI China ETF	117	0.0
iShares MSCI Germany ETF	103	0.0
iShares MSCI South Korea Capped ETF	124	0.0
iShares MSCI Taiwan Capped ETF	44	0.0
iShares MSCI Japan ETF	171	0.0
iShares MSCI United Kingdom ETF	19	0.0
iShares Core S&P 500 ETF	900	0.0
iShares MSCI Brazil Capped ETF	18	0.0

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

# AGFiQ Global Equity Rotation ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION CONTINUED

September 30, 2017	Fair Value of Fund's Investment (\$'000)	% of ETF's Net Assets
QuantShares Enhanced Core Emerging Markets Equity ETF	250	0.8
QuantShares Enhanced Core International Equity ETF	254	0.5
QuantShares Enhanced Core US Equity ETF	253	0.3
iShares MSCI Norway Capped ETF	55	0.1
iShares MSCI Poland Capped ETF	58	0.0
iShares MSCI Netherlands ETF	31	0.0
iShares MSCI Turkey ETF	51	0.0
iShares MSCI Thailand Capped ETF	43	0.0
iShares MSCI Singapore Capped ETF	40	0.0
iShares MSCI Russia Capped ETF	38	0.0
iShares MSCI South Africa ETF	22	0.0
iShares MSCI Spain Capped ETF	76	0.0
iShares MSCI United Kingdom ETF	110	0.0
iShares MSCI France ETF	12	0.0
iShares MSCI South Korea Capped ETF	86	0.0
iShares MSCI China ETF	57	0.0
iShares Core S&P 500 ETF	1,128	0.0
iShares MSCI Japan ETF	68	0.0
iShares MSCI Germany ETF	12	0.0

### DISCUSSION OF FINANCIAL INSTRUMENT RISK MANAGEMENT (Note 4)

#### Credit Risk

As at September 30, 2018 and 2017, the Fund had no significant investments in debt instruments and derivatives. Accordingly, the Fund was not subject to significant credit risk.

#### Interest Rate Risk

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

#### Other Price Risk

The Schedule of Investment Portfolio of the Fund classifies securities by market segment.

The impact on Net Assets of the Fund due to a 25 percent change in benchmark (September 30, 2017 – 10 percent), using historical correlation between the return of the Fund's Units as compared to the return of the Fund's benchmark, as at September 30, 2018 and 2017, with all other variables held constant, is included in the following table. Regression analysis has been utilized to estimate the historical correlation. The analysis uses 36 monthly data points, unless the inception of the Fund is less than three years, in which case since inception data has been used.

Benchmark	Impact on Net Assets (\$'000)	
	September 30, 2018	September 30, 2017
MSCI All Country World Index	877	251

The historical correlation may not be representative of the future correlation, and accordingly the impact on Net Assets could be materially different.

#### Currency Risk

The amounts in the following tables are based on the fair value of the Fund's financial instruments (including cash and cash equivalents) as well as the underlying principal amounts of foreign exchange forward contracts, as applicable. Other financial assets (including cash collateral received for securities on loan, dividends and interest receivables and receivables for investments sold) and financial liabilities (including payable for cash collateral under securities lending and payable for investments purchased) that are denominated in foreign currencies do not expose the Fund to significant currency risk.

Currencies to which the Fund had exposure as at September 30, 2018 and 2017, were as follows:

#### September 30, 2018

(\$'000)	Financial Instruments	Foreign Exchange Forward Contracts	Total**	Percentage of Net Assets (%)
United States Dollar	1,730	-	1,730	47.0

#### September 30, 2017

(\$'000)	Financial Instruments	Foreign Exchange Forward Contracts	Total**	Percentage of Net Assets (%)
United States Dollar	1,891	-	1,891	71.2

\*\* Includes both monetary and non-monetary instruments, as applicable

As at September 30, 2018 and 2017, if the Canadian dollar had strengthened or weakened by 2 percent, in relation to all currencies, with all other variables held constant, Net Assets would have decreased or increased, respectively, by approximately \$35,000 (September 30, 2017 – \$38,000).

In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

### FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (Note 4)

The following tables illustrate the classifications of the Fund's financial instruments within the fair value hierarchy as at September 30, 2018 and 2017.

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

# AGFiQ Global Equity Rotation ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION CONTINUED

### September 30, 2018

(\$'000)	Level 1	Level 2	Level 3	Total
Equities	3,649	-	-	3,649
Debt Instruments	-	-	-	-
Short-Term Investments	-	-	-	-
Investments in Underlying Funds	-	-	-	-
<b>Total Investments</b>	<b>3,649</b>	<b>-</b>	<b>-</b>	<b>3,649</b>
Derivative Assets	-	-	-	-
Derivative Liabilities	-	-	-	-

### September 30, 2017

(\$'000)	Level 1	Level 2	Level 3	Total
Equities	2,644	-	-	2,644
Debt Instruments	-	-	-	-
Short-Term Investments	-	-	-	-
Investments in Underlying Funds	-	-	-	-
<b>Total Investments</b>	<b>2,644</b>	<b>-</b>	<b>-</b>	<b>2,644</b>
Derivative Assets	-	-	-	-
Derivative Liabilities	-	-	-	-

There were no significant transfers between levels 1 and 2 during the periods ended September 30, 2018 and 2017.

### Reconciliation of Level 3 Fair Value Measurement (Note 4)

For the periods ended September 30, 2018 and 2017, the Fund did not hold financial instruments within level 3 of the fair value hierarchy.

### SECURITIES LENDING TRANSACTIONS (Note 2)

A reconciliation of the gross amount generated from securities lending transactions to the securities lending income earned by the Fund for the periods ended September 30, 2018 and 2017 is as follows:

	September 30, 2018		September 30, 2017	
	(\$'000)	% of Gross Income	(\$'000)	% of Gross Income
Gross Securities Lending Income	10	100.0	0	100.0
Interest Paid on Cash Collateral	-	-	-	-
Withholding Taxes	(0)	(0.8)	(0)	(3.3)
Agent Fees - The Bank of New York Mellon Corp.	(3)	(29.7)	(0)	(29.0)
Net Securities Lending Income	7	69.5	0	67.7

The value of securities loaned and collateral received from securities lending as at September 30, 2018 and 2017 were as follows:

	(\$'000)	
	September 30, 2018	September 30, 2017
Fair Value of Securities on Loan	634	93
Fair Value of Cash Collateral Received	-	-
Fair Value of Securities Collateral Received	667	97

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

# AGFiQ MultiAsset Allocation ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENTS OF FINANCIAL POSITION

As at	September 30, 2018	September 30, 2017
<b>Assets</b>		
<b>Current Assets</b>		
Investments at fair value through profit or loss	\$ 2,761	\$ 2,614
Foreign exchange forward contracts at fair value through profit or loss	3	-
Cash and cash equivalents	24	22
Cash collateral received for securities on loan (Note 2)	-	-
Receivable for units issued	-	-
Receivable for investments sold	-	-
Receivable for foreign exchange forward contracts	-	-
Dividends and interest receivable	1	-
Tax reclaims receivable	-	-
	<b>2,789</b>	<b>2,636</b>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Bank overdraft	-	-
Foreign exchange forward contracts at fair value through profit or loss	-	10
Payable for cash collateral under securities lending (Note 2)	-	-
Accrued management fees (Note 7(a))	0	1
Accrued expenses (Note 7(b))	-	-
Payable for units redeemed	-	-
Payable for distributions	-	-
Payable for investments purchased	-	-
Payable for foreign exchange forward contracts	-	-
Foreign taxes payable	-	-
	<b>0</b>	<b>11</b>
<b>Net Assets Attributable to Holders of Redeemable Units (Note 2)</b>	<b>\$ 2,789</b>	<b>\$ 2,625</b>
<b>Investments at Cost (Note 2)</b>	<b>\$ 2,680</b>	<b>\$ 2,575</b>
<b>Net Assets Attributable to Holders of Redeemable Units per Unit (Note 6)</b>	<b>\$ 27.89</b>	<b>\$ 26.25</b>

Approved by the Board of Directors of AGF Investments Inc.



Blake C. Goldring, Director



Adrian Basaraba, Director

# AGFiQ MultiAsset Allocation ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended September 30,	2018	2017
<b>Income</b>		
Dividends	\$ 48	\$ 30
Interest for distribution purposes (Note 2)	1	2
Net realized gain (loss) on investments	143	40
Net change in unrealized appreciation (depreciation) in value of investments	42	39
Net gain (loss) on investments	234	111
Net realized gain (loss) on derivatives	(46)	43
Net change in unrealized appreciation (depreciation) in value of derivatives	13	(10)
Net gain (loss) on derivatives	(33)	33
Securities lending income (Note 2)	8	1
Net gain (loss) on foreign currencies and other net assets	12	(6)
<b>Total Income (Loss), Net</b>	<b>221</b>	<b>139</b>
<b>Expenses</b>		
Management fees (Note 7(a))	8	5
Independent review committee fees	5	3
Harmonized sales tax and other taxes	2	1
Foreign withholding taxes (Note 5)	5	3
Commissions and other portfolio transaction costs (Note 2)	3	2
Total expenses	23	14
Less expenses waived/absorbed by Manager (Note 7(b))	(1)	-
Net expenses	22	14
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations</b>	<b>\$ 199</b>	<b>\$ 125</b>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Note 2)</b>	<b>\$ 2.00</b>	<b>\$ 1.25</b>

## STATEMENTS OF CASH FLOWS

For the periods ended September 30,	2018	2017
<b>Cash Flows from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units from operations	\$ 199	\$ 125
Adjustments for:		
Exchange (gain) loss on foreign currencies	1	-
Net realized (gain) loss on investments and derivatives	(97)	(83)
Net change in unrealized (appreciation) depreciation in value of investments and derivatives	(55)	(29)
Purchases of investments and derivatives*	(1,875)	(3,709)
Proceeds from sale and maturity of investments and derivatives**	1,871	1,217
Non-cash dividends reinvested	-	-
(Increase) decrease in dividends and interest receivable	(1)	-
(Increase) decrease in accrued interest for short-term investments	-	-
(Increase) decrease in tax reclaims receivable	-	-
Increase (decrease) in accrued management fees	(1)	1
Increase (decrease) in accrued expenses	-	-
<b>Net Cash Generated (Used) by Operating Activities</b>	<b>42</b>	<b>(2,478)</b>
<b>Cash Flows from Financing Activities</b>		
Distributions paid to holders of redeemable units, net of reinvestments	(41)	-
Proceeds from redeemable units issued*	12	2,500
Amounts paid on redemption of redeemable units**	(10)	-
<b>Net Cash Generated (Used) by Financing Activities</b>	<b>(39)</b>	<b>2,500</b>
Exchange gain (loss) on foreign currencies	(1)	-
Net increase (decrease) in cash and cash equivalents	3	22
Cash and cash equivalents (Bank overdraft) beginning of period	22	-
<b>Cash and Cash Equivalents (Bank Overdraft) End of Period</b>	<b>\$ 24</b>	<b>\$ 22</b>
Interest received, net of withholding tax*	\$ 1	\$ 2
Dividends received, net of withholding tax*	\$ 42	\$ 27

\* Excludes in-kind subscriptions of \$1,379 (2017 - nil)

\*\* Excludes in-kind redemptions of \$1,375 (2017 - nil)

\* Included as part of Cash Flows from Operating Activities

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



# AGFiQ MultiAsset Allocation ETF (Note 1)

THOUSANDS OF DOLLARS

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

For the periods ended September 30,	2018	2017
<b>Net Assets Attributable to Holders of Redeemable Units at Beginning of Period</b>	\$ 2,625	\$ -
Increase (decrease) in net assets attributable to holders of redeemable units from operations	199	125
Redeemable unit transactions (Note 6):		
Proceeds from redeemable units issued	1,391	2,500
Reinvestment of distributions to holders of redeemable units	74	-
Payments on redemption of redeemable units	(1,385)	-
Net increase (decrease) from redeemable unit transactions	80	2,500

For the periods ended September 30,	2018	2017
Distributions to holders of redeemable units (Note 6):		
Net investment income	\$ (41)	\$ -
Capital gains	(74)	-
Return of capital	-	-
	(115)	-
Increase (decrease) in net assets attributable to holders of redeemable units for the period	164	2,625
<b>Net Assets Attributable to Holders of Redeemable Units at End of Period</b>	\$ 2,789	\$ 2,625

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

# AGFiQ MultiAsset Allocation ETF (Note 1)

SCHEDULE OF INVESTMENT PORTFOLIO AS AT SEPTEMBER 30, 2018

No. of Units	Average Cost (\$)	Fair Value (\$)	No. of Units	Average Cost (\$)	Fair Value (\$)			
<b>ETFs – Domestic Equity (0.5%)</b>			<b>ETFs – United States Equity (34.4%)</b>					
580	AGFiQ Enhanced Core Canadian Equity ETF <sup>†</sup>	15,521	15,202	17,909	AGFiQ Enhanced Core US Equity ETF <sup>†</sup>	519,885	553,508	
				1,077	iShares Core S&P 500 ETF	369,337	407,099	
						889,222	960,607	
<b>ETFs – Domestic Fixed Income (1.0%)</b>			<b>ETFs – United States Fixed Income (18.1%)</b>					
909	iShares Core Canadian Universe Bond Index ETF	27,691	27,424	5,767	iShares U.S. High Yield Bond Index ETF (CAD-Hedged)	112,758	111,245	
<b>ETFs – International Equity (24.8%)</b>			<b>Commissions and other portfolio transaction costs (Note 2)</b>					
5,384	AGFiQ Enhanced Core Emerging Markets Equity ETF <sup>†</sup>	146,381	154,736			(1,242)	-	
5,481	AGFiQ Enhanced Core International Equity ETF <sup>†</sup>	151,017	158,859	<b>Total Investments (99.0%)</b>			2,679,917	2,760,601
109	iShares MSCI Australia ETF	3,139	3,114	<b>Foreign Exchange Forward Contracts (0.1%)</b>				
189	iShares MSCI Brazil Capped ETF	8,120	8,234	See Schedule A			-	3,335
720	iShares MSCI China ETF	56,581	55,697	<b>Total Portfolio (99.1%)</b>			2,679,917	2,763,936
189	iShares MSCI France ETF	6,896	7,663	ETF – Exchange Traded Fund				
1,229	iShares MSCI Germany ETF	49,267	47,210	† A fund managed by AGF Investments Inc.				
1,008	iShares MSCI Japan ETF	74,576	78,419	Note: Percentages shown relate investments at fair value to total Net Assets Attributable to Holders of Redeemable Units ("Net Assets") as at September 30, 2018 of AGFiQ MultiAsset Allocation ETF (the "Fund").				
781	iShares MSCI Netherlands ETF	31,654	30,500					
913	iShares MSCI Norway Capped ETF	30,883	34,500					
121	iShares MSCI Poland Capped ETF	3,824	3,729					
189	iShares MSCI Russia Capped ETF	8,025	8,591					
648	iShares MSCI South Korea Capped ETF	56,805	57,141					
413	iShares MSCI Taiwan Capped ETF	19,576	20,111					
104	iShares MSCI Thailand ETF	11,524	12,668					
208	iShares MSCI United Kingdom ETF	9,199	9,167					
		667,467	690,339					
<b>ETFs – International Fixed Income (20.2%)</b>								
4,004	iShares International Aggregate Bond ETF	271,659	270,328					
477	iShares J.P. Morgan USD Emerging Markets Bond ETF	66,910	66,424					
3,220	Vanguard Total International Bond ETF	227,174	226,838					
		565,743	563,590					

## Schedule A Foreign Exchange Forward Contracts

Purchased Currency	Sold Currency	Forward Rate	Maturity Date	Fair Value (\$)	Counterparty	Credit Rating		
CAD	539,334	USD	415,000	1.2996	October 5, 2018	3,335	National Bank of Canada	A
						3,335		

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

# AGFiQ MultiAsset Allocation ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION

### Investment Objective

The Fund's investment objective is to provide long-term capital appreciation with reduced volatility by investing, directly or indirectly, including through ETFs, in global equity and fixed income securities including securities related to non-traditional asset classes.

### Summary of Investment Portfolio

As at September 30, 2018 and 2017, the Fund's major portfolio categories, as a percentage of Net Assets, are included in the following tables:

#### Portfolio by Country

September 30, 2018	(%)
United States	52.5
ETFs – International	31.5
Japan	2.8
South Korea	2.1
China	2.0
Germany	1.7
Canada	1.5
Norway	1.2
Netherlands	1.1
Taiwan	0.7
Thailand	0.5
United Kingdom	0.3
Russia	0.3
Brazil	0.3
France	0.3
Poland	0.1
Foreign Exchange Forward Contracts	0.1
Australia	0.1

September 30, 2017	(%)
United States	48.9
ETFs – International	32.1
United Kingdom	2.5
South Korea	2.0
Spain	1.8
Japan	1.6
China	1.3
Turkey	1.3
Norway	1.2
Poland	1.2
Thailand	1.0
Canada	1.0
Singapore	0.9
Russia	0.8
Netherlands	0.7
South Africa	0.5
Germany	0.3
France	0.3
Australia	0.1
Taiwan	0.1
Foreign Exchange Forward Contracts	(0.4)

#### Portfolio by Sector

September 30, 2018	(%)
ETFs – United States Equity	34.4
ETFs – International Equity	24.8
ETFs – International Fixed Income	20.2
ETFs – United States Fixed Income	18.1
ETFs – Domestic Fixed Income	1.0
ETFs – Domestic Equity	0.5
Foreign Exchange Forward Contracts	0.1

September 30, 2017	(%)
ETFs – United States Equity	31.3
ETFs – International Equity	29.1
ETFs – International Fixed Income	20.6
ETFs – United States Fixed Income	17.6
ETFs – Domestic Fixed Income	1.0
Foreign Exchange Forward Contracts	(0.4)

#### Portfolio by Asset Mix

September 30, 2018	(%)
United States Equity	52.5
International Equity	45.0
Canadian Equity	1.5
Foreign Exchange Forward Contracts	0.1

September 30, 2017	(%)
International Equity	49.7
United States Equity	48.9
Canadian Equity	1.0
Foreign Exchange Forward Contracts	(0.4)

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

# AGFiQ MultiAsset Allocation ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION CONTINUED

### Interest in Unconsolidated Structured Entities (Note 2)

The Fund's investment details in the exchange traded funds as at September 30, 2018 and 2017 are included in the following tables:

September 30, 2018	Fair Value of Fund's Investment (\$'000)	% of ETF's Net Assets
AGFiQ Enhanced Core Emerging Markets Equity ETF	155	0.3
AGFiQ Enhanced Core US Equity ETF	554	0.3
AGFiQ Enhanced Core International Equity ETF	159	0.2
Vanguard U.S. Aggregate Bond Index ETF (CAD-Hedged)	392	0.1
iShares MSCI Norway Capped ETF	35	0.1
iShares International Aggregate Bond ETF	270	0.0
AGFiQ Enhanced Core Canadian Equity ETF	15	0.0
iShares U.S. High Yield Bond Index ETF (CAD-Hedged)	111	0.0
iShares MSCI Netherlands ETF	31	0.0
iShares MSCI Thailand ETF	13	0.0
iShares MSCI France ETF	8	0.0
Vanguard Total International Bond ETF	227	0.0
iShares MSCI Russia Capped ETF	9	0.0
iShares MSCI China ETF	56	0.0
iShares MSCI Germany ETF	47	0.0
iShares Core Canadian Universe Bond Index ETF	27	0.0
iShares MSCI South Korea Capped ETF	57	0.0
iShares MSCI Poland Capped ETF	4	0.0
iShares J.P. Morgan USD Emerging Markets Bond ETF	66	0.0
iShares MSCI Taiwan Capped ETF	20	0.0
iShares MSCI United Kingdom ETF	9	0.0
iShares MSCI Japan ETF	78	0.0
iShares Core S&P 500 ETF	407	0.0
iShares MSCI Australia ETF	3	0.0
iShares MSCI Brazil Capped ETF	8	0.0

September 30, 2017	Fair Value of Fund's Investment (\$'000)	% of ETF's Net Assets
QuantShares Enhanced Core Emerging Markets Equity ETF	151	0.5
Vanguard U.S. Aggregate Bond Index ETF (CAD-Hedged)	355	0.3
QuantShares Enhanced Core International Equity ETF	150	0.3
QuantShares Enhanced Core US Equity ETF	149	0.2
iShares MSCI Norway Capped ETF	33	0.1
iShares Core International Aggregate Bond ETF	244	0.0
iShares U.S. High Yield Bond Index ETF (CAD-Hedged)	106	0.0
iShares MSCI Netherlands ETF	19	0.0
iShares MSCI Turkey ETF	34	0.0
iShares MSCI Poland Capped ETF	31	0.0
iShares MSCI Thailand Capped ETF	27	0.0
iShares MSCI Singapore Capped ETF	24	0.0
iShares MSCI Russia Capped ETF	22	0.0
iShares MSCI South Africa ETF	13	0.0
iShares MSCI Spain Capped ETF	46	0.0
Vanguard Total International Bond ETF	238	0.0
iShares MSCI United Kingdom ETF	66	0.0
iShares MSCI France ETF	7	0.0
iShares Core Canadian Universe Bond Index ETF	25	0.0
iShares MSCI South Korea Capped ETF	51	0.0
iShares MSCI China ETF	35	0.0
iShares Core S&P 500 ETF	673	0.0
iShares J.P. Morgan USD Emerging Markets Bond ETF	60	0.0
iShares MSCI Japan ETF	41	0.0
iShares MSCI Australia ETF	3	0.0
iShares MSCI Germany ETF	8	0.0
iShares MSCI Taiwan Capped ETF	3	0.0

### DISCUSSION OF FINANCIAL INSTRUMENT RISK MANAGEMENT (Note 4)

#### Credit Risk

As at September 30, 2018 and 2017, the Fund had no significant investments in debt instruments and derivatives. Accordingly, the Fund was not subject to significant credit risk.

#### Interest Rate Risk

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

#### Other Price Risk

The Schedule of Investment Portfolio of the Fund classifies securities by market segment.

The impact on Net Assets of the Fund due to a 25 percent change in benchmarks (September 30, 2017 – 10 percent), using historical correlation between the return of the Fund's Units as compared to the return of the Fund's benchmarks, as at September 30, 2018 and 2017, with all other variables held constant, is included in the following table. Regression analysis has been utilized to estimate the historical

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

# AGFiQ MultiAsset Allocation ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION CONTINUED

correlation. The analysis uses 36 monthly data points, unless the inception of the Fund is less than three years, in which case since inception data has been used.

Benchmark	Impact on Net Assets (\$'000)	
	September 30, 2018	September 30, 2017
MSCI All Country World Index	442	167
Blended Benchmark	720	264

The Blended Benchmark is composed of 60% MSCI All Country World Index and 40% Bloomberg Barclays Multiverse Index (hedged to CAD).

The historical correlation may not be representative of the future correlation, and accordingly the impact on Net Assets could be materially different.

### Currency Risk

The amounts in the following tables are based on the fair value of the Fund's financial instruments (including cash and cash equivalents) as well as the underlying principal amounts of foreign exchange forward contracts, as applicable. Other financial assets (including cash collateral received for securities on loan, dividends and interest receivables and receivables for investments sold) and financial liabilities (including payable for cash collateral under securities lending and payable for investments purchased) that are denominated in foreign currencies do not expose the Fund to significant currency risk.

Currencies to which the Fund had exposure as at September 30, 2018 and 2017, were as follows:

#### September 30, 2018

(\$'000)	Financial Instruments	Foreign Exchange Forward Contracts	Total**	Percentage of Net Assets (%)
United States Dollar	1,368	(536)	832	29.8

#### September 30, 2017

(\$'000)	Financial Instruments	Foreign Exchange Forward Contracts	Total**	Percentage of Net Assets (%)
United States Dollar	1,695	(518)	1,177	44.8

\*\* Includes both monetary and non-monetary instruments, as applicable

As at September 30, 2018 and 2017, if the Canadian dollar had strengthened or weakened by 2 percent, in relation to all currencies, with all other variables held constant, Net Assets would have decreased or increased, respectively, by approximately \$17,000 (September 30, 2017 – \$24,000).

In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

### FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (Note 4)

The following tables illustrate the classifications of the Fund's financial instruments within the fair value hierarchy as at September 30, 2018 and 2017.

#### September 30, 2018

(\$'000)	Level 1	Level 2	Level 3	Total
Equities	2,761	-	-	2,761
Debt Instruments	-	-	-	-
Short-Term Investments	-	-	-	-
Investments in Underlying Funds	-	-	-	-
<b>Total Investments</b>	<b>2,761</b>	<b>-</b>	<b>-</b>	<b>2,761</b>
Derivative Assets	-	3	-	3
Derivative Liabilities	-	-	-	-

#### September 30, 2017

(\$'000)	Level 1	Level 2	Level 3	Total
Equities	2,614	-	-	2,614
Debt Instruments	-	-	-	-
Short-Term Investments	-	-	-	-
Investments in Underlying Funds	-	-	-	-
<b>Total Investments</b>	<b>2,614</b>	<b>-</b>	<b>-</b>	<b>2,614</b>
Derivative Assets	-	-	-	-
Derivative Liabilities	-	(10)	-	(10)

There were no significant transfers between levels 1 and 2 during the periods ended September 30, 2018 and 2017.

### Reconciliation of Level 3 Fair Value Measurement (Note 4)

For the periods ended September 30, 2018 and 2017, the Fund did not hold financial instruments within level 3 of the fair value hierarchy.

### SECURITIES LENDING TRANSACTIONS (Note 2)

A reconciliation of the gross amount generated from securities lending transactions to the securities lending income earned by the Fund for the periods ended September 30, 2018 and 2017 is as follows:

	September 30, 2018		September 30, 2017	
	(\$'000)	% of Gross Income	(\$'000)	% of Gross Income
Gross Securities Lending Income	11	100.0	2	100.0
Interest Paid on Cash Collateral	-	-	-	-
Withholding Taxes	(0)	(1.7)	(0)	(9.1)
Agent Fees - The Bank of New York Mellon Corp.	(3)	(29.5)	(1)	(27.2)
<b>Net Securities Lending Income</b>	<b>8</b>	<b>68.8</b>	<b>1</b>	<b>63.7</b>

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

# AGFiQ MultiAsset Allocation ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION CONTINUED

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The value of securities loaned and collateral received from securities lending as at September 30, 2018 and 2017 were as follows:

	(\$'000)	
	September 30, 2018	September 30, 2017
Fair Value of Securities on Loan	815	259
Fair Value of Cash Collateral Received	-	-
Fair Value of Securities Collateral Received	859	272

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

# AGFiQ MultiAsset Income Allocation ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENTS OF FINANCIAL POSITION

As at	September 30, 2018	September 30, 2017
<b>Assets</b>		
<b>Current Assets</b>		
Investments at fair value through profit or loss	\$ 3,180	\$ 2,539
Foreign exchange forward contracts at fair value through profit or loss	-	-
Cash and cash equivalents	14	13
Cash collateral received for securities on loan (Note 2)	-	-
Receivable for units issued	-	-
Receivable for investments sold	-	-
Receivable for foreign exchange forward contracts	-	-
Receivable from Manager (Note 7(b))	-	-
Dividends and interest receivable	-	-
Tax reclaims receivable	-	-
	<b>3,194</b>	<b>2,552</b>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Bank overdraft	-	-
Foreign exchange forward contracts at fair value through profit or loss	-	-
Payable for cash collateral under securities lending (Note 2)	-	-
Accrued management fees (Note 7(a))	1	0
Accrued expenses (Note 7(b))	-	-
Payable for units redeemed	-	-
Payable for distributions	-	-
Payable for investments purchased	-	-
Payable for foreign exchange forward contracts	-	-
Foreign taxes payable	-	-
	<b>1</b>	<b>0</b>
<b>Net Assets Attributable to Holders of Redeemable Units (Note 2)</b>	<b>\$ 3,193</b>	<b>\$ 2,552</b>
<b>Investments at Cost (Note 2)</b>	<b>\$ 3,182</b>	<b>\$ 2,506</b>
<b>Net Assets Attributable to Holders of Redeemable Units per Unit (Note 6)</b>	<b>\$ 25.55</b>	<b>\$ 25.52</b>

Approved by the Board of Directors of AGF Investments Inc.



Blake C. Goldring, Director



Adrian Basaraba, Director

# AGFiQ MultiAsset Income Allocation ETF (Note 1)

THOUSANDS OF DOLLARS EXCEPT PER UNIT AMOUNTS

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended September 30,	2018	2017
<b>Income</b>		
Dividends	\$ 63	\$ 47
Interest for distribution purposes (Note 2)	34	14
Net realized gain (loss) on investments	40	12
Net change in unrealized appreciation (depreciation) in value of investments	(35)	33
Net gain (loss) on investments	102	106
Net realized gain (loss) on derivatives	-	-
Net change in unrealized appreciation (depreciation) in value of derivatives	-	-
Net gain (loss) on derivatives	-	-
Securities lending income (Note 2)	8	4
Net gain (loss) on foreign currencies and other net assets	1	-
<b>Total Income (Loss), Net</b>	<b>111</b>	<b>110</b>
<b>Expenses</b>		
Management fees (Note 7(a))	9	6
Independent review committee fees	5	3
Harmonized sales tax and other taxes	2	1
Foreign withholding taxes (Note 5)	4	3
Commissions and other portfolio transaction costs (Note 2)	3	2
Total expenses	23	15
Less expenses waived/absorbed by Manager (Note 7(b))	(5)	(3)
Net expenses	18	12
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations</b>	<b>\$ 93</b>	<b>\$ 98</b>
<b>Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Note 2)</b>	<b>\$ 0.87</b>	<b>\$ 0.98</b>

## STATEMENTS OF CASH FLOWS

For the periods ended September 30,	2018	2017
<b>Cash Flows from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units from operations	\$ 93	\$ 98
Adjustments for:		
Exchange (gain) loss on foreign currencies	-	-
Net realized (gain) loss on investments and derivatives	(40)	(12)
Net change in unrealized (appreciation) depreciation in value of investments and derivatives	35	(33)
Purchases of investments and derivatives*	(1,473)	(2,888)
Proceeds from sale and maturity of investments and derivatives	1,472	394
Non-cash dividends reinvested	-	-
(Increase) decrease in dividends and interest receivable	-	-
(Increase) decrease in accrued interest for short-term investments	-	-
(Increase) decrease in tax reclaims receivable	-	-
Increase (decrease) in accrued management fees	1	0
Increase (decrease) in accrued expenses	-	-
<b>Net Cash Generated (Used) by Operating Activities</b>	<b>88</b>	<b>(2,441)</b>
<b>Cash Flows from Financing Activities</b>		
Distributions paid to holders of redeemable units, net of reinvestments	(95)	(46)
Proceeds from redeemable units issued*	8	2,500
Amounts paid on redemption of redeemable units	-	-
<b>Net Cash Generated (Used) by Financing Activities</b>	<b>(87)</b>	<b>2,454</b>
Exchange gain (loss) on foreign currencies	-	-
Net increase (decrease) in cash and cash equivalents	1	13
Cash and cash equivalents (Bank overdraft) beginning of period	13	-
<b>Cash and Cash Equivalents (Bank Overdraft) End of Period</b>	<b>\$ 14</b>	<b>\$ 13</b>
Interest received, net of withholding tax*	\$ 34	\$ 14
Dividends received, net of withholding tax*	\$ 59	\$ 44

\* Excludes in-kind subscriptions of \$635 (2017 - nil)

\* Included as part of Cash Flows from Operating Activities

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



# AGFiQ MultiAsset Income Allocation ETF (Note 1)

THOUSANDS OF DOLLARS

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

For the periods ended September 30,	2018	2017
<b>Net Assets Attributable to Holders of Redeemable Units at Beginning of Period</b>	\$ 2,552	\$ -
Increase (decrease) in net assets attributable to holders of redeemable units from operations	93	98
Redeemable unit transactions (Note 6):		
Proceeds from redeemable units issued	643	2,500
Reinvestment of distributions to holders of redeemable units	14	-
Payments on redemption of redeemable units	-	-
Net increase (decrease) from redeemable unit transactions	657	2,500

For the periods ended September 30,	2018	2017
Distributions to holders of redeemable units (Note 6):		
Net investment income	\$ (95)	\$ (46)
Capital gains	(14)	-
Return of capital	-	-
	(109)	(46)
Increase (decrease) in net assets attributable to holders of redeemable units for the period	641	2,552
<b>Net Assets Attributable to Holders of Redeemable Units at End of Period</b>	\$ 3,193	\$ 2,552

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

# AGFiQ MultiAsset Income Allocation ETF (Note 1)

SCHEDULE OF INVESTMENT PORTFOLIO AS AT SEPTEMBER 30, 2018

No. of Units	Average Cost (\$)	Fair Value (\$)
<b>ETFs – Domestic Equity (22.8%)</b>		
9,768 iShares Canadian Select Dividend Index ETF	247,039	237,167
16,826 iShares S&P/TSX Canadian Preferred Share Index ETF	233,852	238,592
14,296 iShares S&P/TSX Capped REIT Index ETF	229,252	251,038
	<u>710,143</u>	<u>726,797</u>
<b>ETFs – Domestic Fixed Income (29.3%)</b>		
26,364 iShares Canadian Corporate Bond Index ETF	556,546	544,680
19,395 iShares Canadian HYBrid Corporate Bond Index ETF	398,284	390,228
	<u>954,830</u>	<u>934,908</u>
<b>ETFs – International Equity (15.1%)</b>		
14,916 AGFiQ Enhanced Global ESG Factors ETF <sup>†</sup>	388,860	401,091
3,134 AGFiQ Enhanced Global Infrastructure ETF <sup>†</sup>	79,560	81,108
	<u>468,420</u>	<u>482,199</u>
<b>ETFs – United States Equity (9.7%)</b>		
6,477 iShares U.S. Preferred Stock ETF	314,285	310,630
<b>ETFs – United States Fixed Income (22.7%)</b>		
16,833 iShares U.S. High Yield Bond Index ETF (CAD-Hedged)	327,479	324,859
18,038 iShares U.S. IG Corporate Bond Index ETF (CAD-Hedged)	409,180	400,474
	<u>736,659</u>	<u>725,333</u>
<b>Commissions and other portfolio transaction costs (Note 2)</b>	<u>(2,515)</u>	<u>-</u>
<b>Total Portfolio (99.6%)</b>	<b><u>3,181,822</u></b>	<b><u>3,179,867</u></b>

ETF – Exchange Traded Fund

<sup>†</sup> A fund managed by AGF Investments Inc.

Note: Percentages shown relate investments at fair value to total Net Assets Attributable to Holders of Redeemable Units ("Net Assets") as at September 30, 2018 of AGFiQ MultiAsset Income Allocation ETF (the "Fund").

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

# AGFiQ MultiAsset Income Allocation ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION

### Investment Objective

The Fund's investment objective is to generate capital growth and regular income by investing, directly or indirectly, including through ETFs, in global equity and fixed income securities including securities related to non-traditional asset classes.

### Summary of Investment Portfolio

As at September 30, 2018 and 2017, the Fund's major portfolio categories, as a percentage of Net Assets, are included in the following tables:

#### Portfolio by Country

September 30, 2018	(%)
Canada	52.1
United States	32.4
ETFs - International	15.1

  

September 30, 2017	(%)
Canada	42.1
United States	39.6
ETFs - International	17.8

#### Portfolio by Sector

September 30, 2018	(%)
ETFs - Domestic Fixed Income	29.3
ETFs - Domestic Equity	22.8
ETFs - United States Fixed Income	22.7
ETFs - International Equity	15.1
ETFs - United States Equity	9.7

  

September 30, 2017	(%)
ETFs - Domestic Fixed Income	24.5
ETFs - United States Fixed Income	20.0
ETFs - United States Equity	19.6
ETFs - International Equity	17.8
ETFs - Domestic Equity	17.6

#### Portfolio by Asset Mix

September 30, 2018	(%)
Canadian Equity	52.1
United States Equity	32.4
International Equity	15.1

  

September 30, 2017	(%)
Canadian Equity	42.1
United States Equity	39.6
International Equity	17.8

### Interest in Unconsolidated Structured Entities (Note 2)

The Fund's investment details in the exchange traded funds as at September 30, 2018 and 2017 are included in the following tables:

September 30, 2018	Fair Value of Fund's Investment (\$'000)	% of ETF's Net Assets
AGFiQ Enhanced Global ESG Factors ETF	401	0.6
iShares U.S. IG Corporate Bond Index ETF (CAD-Hedged)	400	0.3
iShares Canadian HYBrid Corporate Bond Index ETF	390	0.1
iShares U.S. High Yield Bond Index ETF (CAD-Hedged)	325	0.1
iShares Canadian Corporate Bond Index ETF	545	0.0
AGFiQ Enhanced Global Infrastructure ETF	81	0.0
iShares S&P/TSX Capped REIT Index ETF	251	0.0
iShares Canadian Select Dividend Index ETF	237	0.0
iShares S&P/TSX Canadian Preferred Share Index ETF	239	0.0
iShares U.S. Preferred Stock ETF	311	0.0

September 30, 2017	Fair Value of Fund's Investment (\$'000)	% of ETF's Net Assets
O'Shares FTSE Asia Pacific Quality Dividend ETF	263	1.8
O'Shares FTSE Europe Quality Dividend ETF	192	0.2
iShares U.S. IG Corporate Bond Index ETF (CAD-Hedged)	258	0.2
O'Shares FTSE U.S. Quality Dividend ETF	256	0.0
iShares Canadian HYBrid Corporate Bond Index ETF	247	0.0
iShares U.S. High Yield Bond Index ETF (CAD-Hedged)	254	0.0
iShares Canadian Corporate Bond Index ETF	378	0.0
iShares S&P/TSX Capped REIT Index ETF	252	0.0
iShares S&P/TSX Canadian Preferred Share Index ETF	132	0.0
iShares Canadian Select Dividend Index ETF	65	0.0
iShares U.S. Preferred Stock ETF	242	0.0

### DISCUSSION OF FINANCIAL INSTRUMENT RISK MANAGEMENT (Note 4)

#### Credit Risk

As at September 30, 2018 and 2017, the Fund had no significant investments in debt instruments and derivatives. Accordingly, the Fund was not subject to significant credit risk.

#### Interest Rate Risk

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

#### Other Price Risk

The Schedule of Investment Portfolio of the Fund classifies securities by market segment.

The impact on Net Assets of the Fund due to a 5 percent change in benchmark (September 30, 2017 – 5 percent), using historical correlation between the return of the Fund's Units

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

# AGFiQ MultiAsset Income Allocation ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION CONTINUED

as compared to the return of the Fund's benchmark, as at September 30, 2018 and 2017, with all other variables held constant, is included in the following table. Regression analysis has been utilized to estimate the historical correlation. The analysis uses 36 monthly data points, unless the inception of the Fund is less than three years, in which case since inception data has been used.

Benchmark	Impact on Net Assets (\$'000)	
	September 30, 2018	September 30, 2017
Bloomberg Barclays Global Aggregate Index (hedged to CAD)	258	271

The historical correlation may not be representative of the future correlation, and accordingly the impact on Net Assets could be materially different.

### Currency Risk

The amounts in the following tables are based on the fair value of the Fund's financial instruments (including cash and cash equivalents) as well as the underlying principal amounts of foreign exchange forward contracts, as applicable. Other financial assets (including cash collateral received for securities on loan, dividends and interest receivables and receivables for investments sold) and financial liabilities (including payable for cash collateral under securities lending and payable for investments purchased) that are denominated in foreign currencies do not expose the Fund to significant currency risk.

Currencies to which the Fund had exposure as at September 30, 2018 and 2017, were as follows:

#### September 30, 2018

(\$'000)	Financial Instruments	Foreign Exchange Forward Contracts	Total**	Percentage of Net Assets (%)
United States Dollar	315	-	315	9.9

#### September 30, 2017

(\$'000)	Financial Instruments	Foreign Exchange Forward Contracts	Total**	Percentage of Net Assets (%)
United States Dollar	961	-	961	37.7

\*\* Includes both monetary and non-monetary instruments, as applicable

As at September 30, 2018 and 2017, if the Canadian dollar had strengthened or weakened by 2 percent, in relation to all currencies, with all other variables held constant, Net Assets would have decreased or increased, respectively, by approximately \$6,000 (September 30, 2017 – \$19,000).

In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

### FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (Note 4)

The following tables illustrate the classifications of the Fund's financial instruments within the fair value hierarchy as at September 30, 2018 and 2017.

#### September 30, 2018

(\$'000)	Level 1	Level 2	Level 3	Total
Equities	3,180	-	-	3,180
Debt Instruments	-	-	-	-
Short-Term Investments	-	-	-	-
Investments in Underlying Funds	-	-	-	-
<b>Total Investments</b>	<b>3,180</b>	<b>-</b>	<b>-</b>	<b>3,180</b>
Derivative Assets	-	-	-	-
Derivative Liabilities	-	-	-	-

#### September 30, 2017

(\$'000)	Level 1	Level 2	Level 3	Total
Equities	2,539	-	-	2,539
Debt Instruments	-	-	-	-
Short-Term Investments	-	-	-	-
Investments in Underlying Funds	-	-	-	-
<b>Total Investments</b>	<b>2,539</b>	<b>-</b>	<b>-</b>	<b>2,539</b>
Derivative Assets	-	-	-	-
Derivative Liabilities	-	-	-	-

There were no significant transfers between levels 1 and 2 during the periods ended September 30, 2018 and 2017.

### Reconciliation of Level 3 Fair Value Measurement (Note 4)

For the periods ended September 30, 2018 and 2017, the Fund did not hold financial instruments within level 3 of the fair value hierarchy.

### SECURITIES LENDING TRANSACTIONS (Note 2)

A reconciliation of the gross amount generated from securities lending transactions to the securities lending income earned by the Fund for the periods ended September 30, 2018 and 2017 is as follows:

	September 30, 2018		September 30, 2017	
	(\$'000)	% of Gross Income	(\$'000)	% of Gross Income
Gross Securities Lending Income	11	100.0	6	100.0
Interest Paid on Cash Collateral	-	-	-	-
Withholding Taxes	(0)	(3.2)	(0)	(5.8)
Agent Fees - The Bank of New York Mellon Corp.	(3)	(29.0)	(2)	(28.2)
<b>Net Securities Lending Income</b>	<b>8</b>	<b>67.8</b>	<b>4</b>	<b>66.0</b>

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

# AGFiQ MultiAsset Income Allocation ETF (Note 1)

## NOTES TO FINANCIAL STATEMENTS – FUND SPECIFIC INFORMATION CONTINUED

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The value of securities loaned and collateral received from securities lending as at September 30, 2018 and 2017 were as follows:

	(\$'000)	
	September 30, 2018	September 30, 2017
Fair Value of Securities on Loan	205	463
Fair Value of Cash Collateral Received	-	-
Fair Value of Securities Collateral Received	217	487

# Notes to Financial Statements

SEPTEMBER 30, 2018

## 1. THE FUNDS:

(a) The following AGFiQ exchange traded funds ("ETFs") (the "Funds") are exchange traded mutual funds established on the dates noted below as investment trusts under the laws of the Province of Ontario pursuant to an Amended and Restated Master Declaration of Trust dated January 31, 2018 ("Declaration of Trust"), as amended from time to time. The units of the Funds are listed on either the Toronto Stock Exchange (the "TSX") or the Aequitas NEO Exchange Inc. (the "NEO"). Either of TSX or NEO, as applicable, is referred to as the "Exchange".

Name of Fund	Exchange Ticker Symbol	Date of Establishment	Date of Commencement
AGFiQ Enhanced Core Canadian Equity ETF (formerly, QuantShares Enhanced Core Canadian Equity ETF)*	QCD	January 3, 2017	January 30, 2017
AGFiQ Enhanced Core Emerging Markets Equity ETF (formerly, QuantShares Enhanced Core Emerging Markets Equity ETF)*	GEM	October 5, 2016	January 30, 2017
AGFiQ Enhanced Core International Equity ETF (formerly, QuantShares Enhanced Core International Equity ETF)*	QIE	January 3, 2017	January 30, 2017
AGFiQ Enhanced Core US Equity ETF (formerly, QuantShares Enhanced Core US Equity ETF)*	QUS	January 3, 2017	January 30, 2017
AGFiQ Enhanced Global ESG Factors ETF	QEF	January 31, 2018	February 12, 2018
AGFiQ Enhanced Global Infrastructure ETF	QIF	January 31, 2018	February 12, 2018
AGFiQ Global Equity Rotation ETF (formerly, QuantShares Global Equity Rotation ETF)*	QGL	January 3, 2017	January 30, 2017
AGFiQ MultiAsset Allocation ETF (formerly, QuantShares MultiAsset Allocation ETF)*	QMA	January 3, 2017	January 30, 2017
AGFiQ MultiAsset Income Allocation ETF (formerly, QuantShares MultiAsset Income Allocation ETF)*	QMY	January 3, 2017	January 30, 2017

\* The fund was renamed effective November 2, 2017.

AGF Investments Inc. ("AGFI") is the manager ("Manager"), trustee and promoter of the Funds. The address of the Funds' registered office is 31st Floor, 66 Wellington Street West, Toronto, Ontario. The investment objectives for each fund are provided in the respective fund's Notes to Financial Statements – Fund Specific Information.

These financial statements were authorized for issue on November 23, 2018 by the Board of Directors of AGFI, as trustee of the Funds.

(b) Fiscal periods:

Except as indicated below, the financial statements of each of the Funds comprise the Statements of Financial Position as at September 30, 2018 and 2017, and the Statements of Comprehensive Income, Changes in Net Assets Attributable to Holders of Redeemable Units and Cash Flows for the year ended September 30, 2018 and for the period from January 30, 2017 (commencement of operations) to September 30, 2017. The Schedule of Investment Portfolio is as at September 30, 2018.

The financial statements of AGFiQ Enhanced Global ESG Factors ETF and AGFiQ Enhanced Global Infrastructure ETF comprise the Statement of Financial Position as at September 30, 2018, and the Statements of Comprehensive Income, Changes in Net Assets Attributable to Holders of Redeemable Units and Cash Flows for the period from February 12, 2018 (commencement of operations) to September 30, 2018.

## 2. SUMMARY OF ACCOUNTING POLICIES:

### Basis of presentation

These financial statements have been prepared in compliance with International Financial Reporting Standards ("IFRS"). The financial statements are prepared under the historical cost convention, except for financial assets and financial liabilities that have been measured at fair value.

### Adoption of new accounting standards

Effective October 1, 2017, the Funds (except AGFiQ Enhanced Global ESG Factors ETF and AGFiQ Enhanced Global Infrastructure ETF) have elected to early adopt IFRS 9, *Financial Instruments*. AGFiQ Enhanced Global ESG Factors ETF and AGFiQ Enhanced Global Infrastructure ETF mandatorily adopted IFRS 9 as their reporting periods commenced after January 1, 2018. The new standard requires financial assets to be classified as amortized cost, fair value through profit or loss ("FVTPL"), or fair value through other comprehensive income ("FVOCI") based on the entity's business model for managing the financial assets and the contractual cash flow characteristics of these assets. Assessment and decision on the business model approach used is an accounting judgment.

The classification and measurement of financial liabilities remain generally unchanged with the exception of liabilities recorded at FVTPL. For these liabilities, fair value changes attributable to changes in the entity's own credit risk are to be presented in other comprehensive income unless they affect amounts recorded in income.

# Notes to Financial Statements CONTINUED

SEPTEMBER 30, 2018

Upon transition to IFRS 9, the Funds' financial assets and financial liabilities previously classified as FVTPL under IAS 39 continued to be classified in the same category and there were no changes in the measurement attributes. The adoption of IFRS 9 has also been applied retrospectively and did not result in any changes in the prior period.

## **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The following summarizes the significant accounting policies of the Funds.

### **Financial instruments**

Financial instruments include financial assets and liabilities, such as investments, derivatives, cash and cash equivalents, and other receivables and payables. The Funds classify and measure financial instruments in accordance with IFRS 9. Upon initial recognition, financial instruments are classified as FVTPL. All financial assets and liabilities are recognized in the Statements of Financial Position when the fund becomes a party to the contractual requirements of the instrument. Financial instruments are derecognized when the right to receive cash flows from the instrument has expired or the fund has transferred substantially all risks and rewards of ownership. As such, investment purchase and sale transactions are recorded as of the trade date.

Financial assets and financial liabilities are subsequently measured at FVTPL with changes in fair value recognized in the Statements of Comprehensive Income.

The accounting policies for measuring the fair value of investments and derivatives are substantially similar to those used in measuring the Funds' net asset value ("Net Asset Value") for the purpose of processing unitholder transactions in accordance with Section 14.2 of National Instrument 81-106. As at September 30, 2018 and 2017, there were no differences between the Funds' Net Asset Value per unit and net assets attributable to holders of redeemable units per unit.

### **Valuation of investments and derivatives**

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 investments and derivatives is determined as follows:

(a) Investments that are traded in an active market through recognized public stock exchanges, over-the-counter markets, or through recognized investment dealers, are valued based on quoted market prices at the close of trading on the reporting date. The Funds use the last traded market price for both financial assets and financial liabilities where the last traded price falls within that day's closing bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager determines the point within the bid-ask

spread that is most representative of fair value based on the specific facts and circumstances.

- (b) Investments that are not traded in an active market are valued using valuation techniques. The Funds use a variety of methods and make assumptions that are based on market conditions existing at each reporting date. Valuation techniques include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models and other techniques commonly used by market participants and which make the maximum use of observable inputs. The fair value of certain securities may be estimated using valuation techniques based on assumptions that are not supported by observable market inputs.
- (c) Foreign exchange forward contracts are valued based on the difference between the contractual forward rates and the mid forward rates for currency held long or sold short at the measurement date.

### **Cash and cash equivalents**

Cash and cash equivalents are comprised of deposits with financial institutions with an original maturity date of less than 90 days at the date of purchase. Cash and cash equivalents are reported at fair value which closely approximates their amortized cost due to their nature of being highly liquid and having short terms to maturity. Where cash and cash equivalents are in net bank overdraft positions, these are presented as current liabilities in the Statements of Financial Position.

### **Commissions and other portfolio transaction costs**

Commissions and other portfolio transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of an investment, which include fees and commissions paid to agents, advisors, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties. Such costs are expensed and are included in "Commissions and other portfolio transaction costs" in the Statements of Comprehensive Income.

### **Cost of investments**

The cost of investments represents the amount paid for each security, and is determined on an average cost basis excluding commissions and other portfolio transaction costs, where applicable.

### **Investment transactions and income**

Investment transactions are accounted for on the trade date. Realized gains and losses on sale of investments and unrealized appreciation and depreciation of investments are calculated on an average cost basis.

Interest for distribution purposes shown in the Statements of Comprehensive Income represents coupon interest on debt instruments accounted for on an accrual



# Notes to Financial Statements CONTINUED

SEPTEMBER 30, 2018

basis. Interest receivable is included in "Dividends and interest receivable" in the Statements of Financial Position based on the debt instruments' stated rates of interest. The Funds do not amortize premiums paid or discounts received on the purchase of fixed income securities except for zero-coupon bonds, which are amortized on an effective yield basis.

Dividend income and distributions from ETFs are recognized on ex-dividend date. Securities lending income is recognized on a cash basis.

### **Foreign exchange forward contracts**

The Funds may enter into foreign exchange forward contracts for economic hedging purposes or to establish an exposure to a particular currency. Unrealized gains and losses on foreign exchange forward contracts are included in "Net change in unrealized appreciation (depreciation) in value of derivatives" in the Statements of Comprehensive Income. Upon closing of a contract, the gain or loss is included in "Net realized gain (loss) on derivatives". Outstanding settlement amounts on the close out of foreign exchange forward contracts are included in "Receivable for foreign exchange forward contracts" or "Payable for foreign exchange forward contracts" in the Statements of Financial Position.

### **Investments in associates and subsidiaries**

The Funds have determined that they meet the definition of "investment entities". An investment entity is an entity that (i) obtains funds from one or more investors for the purpose of providing them with investment management services; (ii) commits to its investors that its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and (iii) measures and evaluates the performance of substantially all of its investments on a fair value basis. The most significant judgment that the Funds have made in determining that they meet this definition is that fair value is used as the primary measurement attribute to measure and evaluate the performance of substantially all of their investments.

Subsidiaries are entities over which the Funds have control through their exposure or rights to variable returns and have the ability to affect those returns through their power over the entities. As the Funds meet the definition of an investment entity, subsidiaries, if any, are measured at FVTPL. The Funds' investments may also include associates over which the Funds have significant influence and these are also measured at FVTPL.

### **Interest in unconsolidated structured entities**

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual

arrangements. The Funds may invest in ETFs to help achieve their respective investment objectives. The Funds have determined that holdings in ETFs meet the definition of structured entities and as a result, such investments are accounted for at FVTPL. The ETFs held by the Funds are concluded to be structured entities as (i) the voting rights in these entities are not dominant factors in deciding who controls them; (ii) their activities are restricted by the prospectus; and (iii) the entities have narrow and well-defined objectives to provide investment opportunities for investors while passing on the associated risks and rewards.

Certain ETFs held by the Funds may employ leverage in a manner consistent with their respective investment objectives or as permitted by Canadian securities regulatory authorities. The ETFs finance their operations by issuing redeemable units, which are puttable at the holder's option and entitles the holder to a proportionate stake in the respective net assets. A fund has the right to request redemption of its investments in ETFs on each valuation date. Additional information on the Funds' interest in ETFs, as applicable, is provided in the respective fund's Notes to Financial Statements – Fund Specific Information.

The Funds' holdings in ETFs, as applicable, are included in the Schedule of Investment Portfolio and represent the Funds' maximum exposure to these investments. The change in fair value of these investments is included in "Net change in unrealized appreciation (depreciation) in value of investments" in the Statements of Comprehensive Income.

### **Offsetting of financial assets and liabilities**

Financial assets and liabilities are offset and the net amount is 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 to realize the asset and settle the liability simultaneously. In the normal course of business, the Funds enter into various master netting arrangements or other similar agreements that do not meet the criteria for offsetting in the Statements of Financial Position, but still allow for the related amounts to be set off in certain circumstances, such as bankruptcy or termination of the contracts.

Securities lending transactions are subject to master netting arrangements as discussed below (refer to Securities lending transactions). Information on other financial assets and liabilities that are subject to master netting or similar arrangements, as applicable, is disclosed in the respective fund's Notes to Financial Statements – Fund Specific Information.

### **Impairment of financial assets**

At each reporting date, the Funds assess whether there is objective evidence that a financial asset at amortized cost is impaired. If such evidence exists, the Funds



# Notes to Financial Statements CONTINUED

SEPTEMBER 30, 2018

recognize an impairment loss as the difference between the amortized cost of the financial asset and the present value of the estimated future cash flows, discounted using the instrument's original effective interest rate. Impairment losses on financial assets at amortized cost are reversed in subsequent periods if the amount of the loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized.

## **Redeemable units**

The outstanding redeemable units of the Funds may be redeemed by unitholders for cash at a redemption discount to the closing price on the Exchange on any trading day. Refer to Note 6 for further details. Due to this difference in redemption attribute, the Funds' outstanding redeemable units are classified as financial liabilities in accordance with the requirements of IAS 32, *Financial Instruments: Presentation*. The Funds' obligations for net assets attributable to holders of redeemable units are measured at redemption amounts.

## **Foreign currency translation**

The financial statements are expressed in Canadian dollars, which is the Funds' functional and presentation currency. Foreign currency transactions and balances are translated into the functional currency as follows:

- (a) Assets, including fair value of investments, and liabilities denominated in foreign currencies are converted into Canadian dollars at the exchange rates prevailing at the valuation date.
- (b) Purchases and sales of investments, dividends and interest income denominated in foreign currencies are converted into Canadian dollars at the exchange rates prevailing on the respective dates of such transactions.
- (c) Foreign exchange gains and losses on investments are included in "Net realized gain (loss) on investments" and "Net change in unrealized appreciation (depreciation) in value of investments" in the Statements of Comprehensive Income.
- (d) Foreign exchange gains and losses on other financial assets (other than investments) and liabilities denominated in foreign currencies are included in "Net gain (loss) on foreign currencies and other net assets" in the Statements of Comprehensive Income.

## **Increase (decrease) in net assets attributable to holders of redeemable units from operations per unit**

Increase (decrease) in net assets attributable to holders of redeemable units from operations per unit is based on the increase (decrease) in net assets attributable to holders of redeemable units from operations divided by the weighted average number of units outstanding during the period. The Funds' weighted average number of units outstanding during the periods ended September 30, 2018 and 2017 is disclosed in Note 6.

## **Securities lending transactions**

The Funds may enter into securities lending arrangements. These transactions involve the temporary

exchange of securities for collateral with a commitment to deliver the same securities on demand. Income is earned from these transactions in the form of fees paid by the counterparty ("lending fees") and, in certain circumstances, interest paid on cash or securities held as collateral ("lending interest income"). Income earned from these transactions is included in "Securities lending income" in the Statements of Comprehensive Income. A reconciliation of the gross amount generated from securities lending transactions to the amounts of lending fees and lending interest income earned by each fund for the periods ended September 30, 2018 and 2017 is disclosed in the respective fund's Notes to Financial Statements – Fund Specific Information.

The aggregate market value of all securities loaned by a fund is not permitted to exceed 50% of the Net Asset Value of that fund. The minimum allowable collateral is 102% of the current value of the loaned securities as per the requirements of National Instrument 81-102. Collateral received is composed of cash (Canadian and U.S. Dollar) as well as debt obligations of the Government of Canada and other countries, Canadian provincial governments and financial institutions, and is not included in the Schedule of Investment Portfolio. Cash collateral is included in "Cash collateral received for securities on loan" and "Payable for cash collateral under securities lending" in the Statements of Financial Position.

The market value of the loaned securities is determined on the close of any valuation date, and any additional required collateral is delivered to the funds on the next business day. The securities on loan continue to be included in the Schedule of Investment Portfolio, and are included in "Investments at fair value through profit or loss" in the Statements of Financial Position. All the counterparties have an approved credit rating equivalent to a Standard & Poor's credit rating of not less than A-1 (low) on their short-term debt or A on their long-term debt.

Securities lending transactions are subject to enforceable master netting arrangements that allow for related amounts to be set-off when certain conditions arise. Under such circumstances, the Funds have the right to retain and dispose of the collateral to the extent necessary to satisfy their claims. The related amounts, as applicable, are disclosed in the respective fund's Notes to Financial Statements – Fund Specific Information and are not offset in the Statements of Financial Position. The net of fair value of securities on loan and fair value of cash collateral received represents the impact on the respective fund if the set-off right was exercised.

## **3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS:**

The preparation of financial statements requires management to use judgment in applying its accounting policies and to make estimates and assumptions that

SEPTEMBER 30, 2018

may affect the reported amounts of assets, liabilities, income and expenses as at and during the period. Actual results could differ from these estimates. The following discusses the most significant accounting judgments and estimates that the Funds have made in preparing the financial statements:

#### **Fair value measurement of derivatives and securities not quoted in an active market**

The Funds may hold financial instruments that are not quoted in active markets, including derivatives. Fair values of such instruments are determined using valuation techniques and may be determined using reputable pricing sources or indicative prices from market makers. Broker quotes as obtained from the pricing sources may be indicative and not executable or binding. Where no market data is available, the Manager may value the Funds' positions using its own models, which are usually based on valuation methods and techniques generally recognized as standard within the industry. The models used to determine fair values are validated and periodically reviewed by experienced personnel of the Manager. Private equity securities are valued primarily based on valuation techniques as discussed in Note 2. These models use observable data, to the extent practicable. However, due to inherent uncertainty of valuations of such investments, the fair values may differ from the values that would have been used should an active market existed.

#### **Classification of financial instruments**

In classifying financial instruments held by the Funds, the Manager is required to make significant judgments in determining the most appropriate classification in accordance with IFRS 9. The Manager has assessed the Funds' business models, the manner in which all financial assets and financial liabilities are managed and performance evaluated as a group on a fair value basis, and concluded that FVTPL in accordance with IFRS 9 provides the most appropriate classification of the Funds' financial instruments.

#### **Investment entity**

In determining whether the Funds are investment entities, the Manager may be required to make significant judgments on whether the Funds meet the criteria and typical characteristics within IFRS 10, *Consolidated Financial Statements*. Certain funds may hold only one investment, have only one investor, or have investors that are related parties; however, the Funds meet the investment entity definition as discussed in Note 2 (refer to Investments in associates and subsidiaries).

## **4. FINANCIAL INSTRUMENTS:**

#### **Fair value measurement**

The fair value hierarchy framework provides information to financial statement users about the relative

observability of inputs to fair value measurements. The hierarchy has the following levels:

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

The classification within the hierarchy is based on the lowest level input that is significant to the fair value measurement. Refer to Notes to Financial Statements – Fund Specific Information of each fund for the fair value measurement disclosure.

All fair value measurements are recurring. Fair values are classified as Level 1 when the related security or derivative is actively traded and a quoted price is available. If an instrument classified as Level 1 subsequently ceases to be actively traded, it is transferred out of Level 1. In such cases, 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. The Funds' 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 Manager is responsible for performing the fair value measurements included in the financial statements of the Funds, including Level 3 measurements. At each reporting date, the Manager reviews and approves all Level 3 fair value measurements. The Manager also has a Valuation Committee which performs detailed reviews of the valuations of investments held by the Funds.

#### **Management of financial instrument risks**

In the normal course of business, each fund is exposed to a variety of financial risks: credit risk, liquidity risk and market risk (including interest rate risk, other price risk and currency risk). The fair value of investments within a fund's portfolio can fluctuate on a daily basis as a result of changes in interest rates, economic conditions, market and company news related to specific securities within the fund. The level of risk depends on the fund's investment objectives and the type of securities it invests in.

Each fund's exposure to financial risks, as applicable, is disclosed in the respective fund's Notes to Financial Statements – Fund Specific Information.

AGFI maintains a risk management practice that includes regular monitoring of the returns based on the risk profile of the Funds. AGFI also monitors compliance with investment restrictions to ensure that such funds are being managed in accordance with their stated investment objectives, strategies and securities regulations.

# Notes to Financial Statements CONTINUED

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Some funds specialize in a particular industry, or in a single country or geographic region of the world. These funds may therefore be more volatile than more broadly diversified funds. The overall risk management program of such funds seeks to minimize the potentially adverse effect of risk on each fund's financial performance in a manner consistent with its investment objective. Constraints and/or controls designed to foster portfolio diversification, liquidity and risk mitigation are incorporated in the portfolio models.

## **Credit risk**

Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with a fund.

Where a fund invests in debt instruments and derivatives or participates in securities lending, this represents the main concentration of credit risk. The fair value of debt instruments and derivatives includes consideration of the creditworthiness of the issuer and/or counterparty, and in the case of securities lending, creditworthiness of the borrower. This represents the maximum credit risk exposure of the fund. The credit risk related to the securities lending program is limited as each fund holds collateral of at least 102% of the fair value of the loaned securities. The collateral and loaned securities are marked to market on each valuation date and each fund lends no more than 50% of its Net Asset Value.

Certain funds invest in ETFs and may be exposed to indirect credit risk in the event that the ETFs invest in debt instruments and derivatives. Each fund is also exposed to counterparty credit risk on cash and cash equivalents, amounts due from brokers and other receivable balances. All transactions executed by a fund in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

References made to credit ratings are obtained from Standard & Poor's, Moody's, Dominion Bond Rating Service and/or Fitch Ratings. Where one or more rating is obtained for a security, the lowest rating has been used.

## **Liquidity risk**

Liquidity risk is defined as the risk that a fund may not be able to settle or meet its obligation on time or at a reasonable price.

Each fund is exposed to daily cash redemptions of redeemable units. The units of each fund are issued and redeemed on demand at the then current Net Asset Value per unit at the option of the unitholder. Liquidity risk is managed by investing the majority of each fund's assets in investments that are traded in an active market

and can be readily disposed. In accordance with securities regulations, each fund must invest at least 90% of assets in liquid investments at the time of purchase (i.e. investments that are traded in an active market and can be readily disposed of). In addition, each fund aims to retain sufficient cash and cash equivalent positions to maintain liquidity, and has the ability to borrow up to 5% of its Net Asset Value for the purpose of funding redemptions.

Each fund may, from time to time, invest in securities that are not traded in an active market and may be illiquid. Such investments include those that are identified as private and/or restricted securities in the applicable Schedule of Investment Portfolio. The Funds may also employ the use of derivatives to moderate certain risk exposures. There is no guarantee that a market will exist for some derivatives and it is possible that the exchanges may impose limits on trading of derivatives.

As at September 30, 2018 and 2017, the Funds' redeemable units are redeemable on demand at the option of the unitholder. All other financial liabilities of the Funds mature in one year or less.

## **Interest rate risk**

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments.

Interest rate risk arises when a fund invests in interest-bearing financial instruments. The fund is exposed to the risk that the value of such financial instruments will fluctuate due to changes in the prevailing levels of market interest rates. There is minimal fair value sensitivity to interest rate fluctuations on any cash and cash equivalents invested at short-term market interest rates.

Certain funds invest in ETFs and may be exposed to indirect interest rate risk in the event that the ETFs invest in interest-bearing financial instruments.

## **Other price risk**

Other price risk is the risk that the fair value or future cash flows of financial instruments will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk). The methodology used to calculate the sensitivity impact on net assets attributable to holders of redeemable units may result in a figure that exceeds the net assets attributable to holders of redeemable units of the fund; however, the maximum loss that can be sustained by the holders of redeemable units of the fund in aggregate may not exceed the net assets attributable to holders of redeemable units.

The portfolio management team of the Funds aims to moderate this risk through the use of a proprietary, multi-factor and quantitative investment process to

# Notes to Financial Statements CONTINUED

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construct portfolios within the limits of the respective fund's investment objectives and strategy. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments. Each fund's overall market position is monitored regularly by the portfolio management team. Financial instruments held by each fund are susceptible to market price risk arising from uncertainties about future prices of the instruments.

The portfolio asset allocations of the Funds are also reconstituted and rebalanced on a monthly or quarterly basis, but have the latitude to rebalance on an ad hoc basis should market conditions dictate.

## Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates.

Currency risk arises from financial instruments (including cash and cash equivalents) that are denominated in a currency other than Canadian dollars, which represents the functional currency of the Funds. Each fund may enter into foreign exchange forward contracts for hedging purposes to reduce its foreign currency exposure, or to establish exposure to foreign currencies.

Certain funds invest in ETFs and may be exposed to indirect currency risk in the event that the ETFs invest in financial instruments that are denominated in a currency other than Canadian dollars.

## Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, asset type, industry sector or counterparty exposure. The disclosure of concentration risk is provided in the Notes to Financial Statements – Fund Specific Information of each fund.

## 5. TAXATION:

(a) The Funds (except AGFiQ Enhanced Global ESG Factors ETF) qualified as mutual fund trusts under the Income Tax Act (Canada) (the "Tax Act"). In accordance with the terms of the Declaration of Trust, all of the net income for tax purposes and sufficient net realized capital gains, determined in Canadian dollars, will be paid or payable to unitholders in the taxation year so that no income tax is payable by the funds (after taking into account capital gains tax refunds and prior year unutilized losses, as applicable). The funds elected to have their taxation years end on December 15 of each calendar year.

AGFiQ Enhanced Global ESG Factors ETF intends to qualify as a mutual fund trust under the Tax Act and intends to elect to have its taxation year end on

December 15 of each year. All or substantially all of the fund's net income for tax purposes and sufficient net capital gains realized in any period are required to be distributed to unitholders such that no income tax is payable by the fund.

The Funds have determined that they are in substance not taxable and therefore do not record income taxes in the Statements of Comprehensive Income. Consequently, the tax benefit of capital and non-capital losses and other temporary differences have not been reflected in the Statements of Financial Position as deferred income tax assets or liabilities.

(b) As of the Funds' most recent taxation year end of December 15, 2017 (except AGFiQ Enhanced Global ESG Factors ETF and AGFiQ Enhanced Global Infrastructure ETF), the following funds had available capital and non-capital losses as follows:

(thousands of dollars)	Non-Capital Loss*	Capital
	Year of Expiry	Loss**
	(\$)	(\$)
AGFiQ Enhanced Core Emerging Markets Equity ETF	-	613

\* Non-capital losses can be offset against income in future years.

\*\* Net capital losses can be carried forward indefinitely for offset against capital gains in future years.

(c) The Funds 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 included in "Foreign withholding taxes", which are shown as a separate expense in the Statements of Comprehensive Income.

## 6. REDEEMABLE UNITS:

Units issued and outstanding represent the capital of the Funds. Each fund is authorized to issue an unlimited number of redeemable and transferable units, which represent an equal and undivided interest in the net assets attributable to holders of redeemable units. The Funds are listed on the Exchange and investors may buy or sell units on the Exchange through a registered broker or dealer in the province or territory where the investor resides. Investors may incur customary brokerage commissions when buying or selling the units.

On any trading day, which is defined as a day on which the Exchange is opened for business, a designated broker or dealer may place a subscription or exchange order for the prescribed number of units (or an integral multiple thereof) of the Funds. If the subscription or exchange order is accepted, the applicable fund will issue or

# Notes to Financial Statements CONTINUED

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exchange units to/from the designated broker or dealer by no later than the second trading day after the date on which the subscription order is accepted, provided that payment for such units has been received. For each prescribed number of units issued or redeemed, a designated broker or dealer must deliver or receive payment consisting of, in the Manager's discretion, (i) a basket of applicable securities and cash; or (ii) cash in an amount equal to the Net Asset Value of the units exchanged.

On any trading day, unitholders may redeem units of the Funds for cash at a redemption price per unit equal to the lesser of (i) 95% of the closing price for the units on the Exchange; and (ii) the Net Asset Value per unit on the effective day of the redemption. In order for a cash redemption to be effective on a trading day, a cash redemption request in the form prescribed by the Manager from time to time must be delivered to the applicable fund at its registered office by the applicable cut-off time set out in the Funds' prospectus. If a cash redemption request is not received by such time, the cash redemption request will be effective on the next trading

day. Payment of the redemption price will be made by no later than the second trading day after the effective date of the redemption.

The Funds have no restrictions or specific capital requirements on the subscription and redemption of units, other than minimum subscription requirements. The Statements of Changes in Net Assets Attributable to Holders of Redeemable Units identifies changes in each fund's capital during the periods. AGFI manages the capital of the Funds in accordance with the Funds' investment objectives, including managing their liquidity in order to be able to meet redemptions as discussed in Note 4.

Unitholders on record date are entitled to distributions, in the form of cash or units, in accordance with the distribution policy disclosed in the prospectus. Notional (i.e. non-cash) distributions are reinvested in additional units and these units will be immediately consolidated such that the number of outstanding units following the distribution will equal the number of outstanding units prior to the distribution and the Net Asset Value per unit remains unchanged. Such distributions increase the adjusted cost base of the unitholder.

The units issued and redeemed and the weighted average number of units outstanding during the periods indicated are as follows:

(thousands of units)	Units Outstanding at Beginning of Period		Units Issued*		Units Redeemed		Units Outstanding at End of Period		Weighted Average Number of Units Outstanding	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
Periods Ended September 30,	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
AGFiQ Enhanced Core Canadian Equity ETF <sup>(1)</sup>	3,675	-	950	3,725	(2,100)	(50)	2,525	3,675	2,297	1,614
AGFiQ Enhanced Core Emerging Markets Equity ETF <sup>(1)</sup>	1,200	-	1,250	1,200	(825)	-	1,625	1,200	1,644	496
AGFiQ Enhanced Core International Equity ETF <sup>(1)</sup>	1,775	-	2,225	1,775	(1,100)	-	2,900	1,775	2,458	912
AGFiQ Enhanced Core US Equity ETF <sup>(1)</sup>	2,825	-	3,600	2,975	(275)	(150)	6,150	2,825	5,438	1,347
AGFiQ Enhanced Global ESG Factors ETF <sup>(1)</sup>	-	-	2,625	-	-	-	2,625	-	1,329	-
AGFiQ Enhanced Global Infrastructure ETF <sup>(1)</sup>	-	-	10,350	-	-	-	10,350	-	4,929	-
AGFiQ Global Equity Rotation ETF	100	-	25	100	-	-	125	100	114	100
AGFiQ MultiAsset Allocation ETF	100	-	50	100	(50)	-	100	100	100	100
AGFiQ MultiAsset Income Allocation ETF	100	-	25	100	-	-	125	100	108	100

\* Units issued also include reinvested distributions, which are immediately consolidated with the units held prior to the distribution.

<sup>(1)</sup> As at September 30, 2018, approximately 98%, 91%, 95%, 99%, 99% and 100% of the total Net Asset Value of AGFiQ Enhanced Core Canadian Equity ETF, AGFiQ Enhanced Core Emerging Markets Equity ETF, AGFiQ Enhanced Core International Equity ETF, AGFiQ Enhanced Core US Equity ETF, AGFiQ Enhanced Global ESG Factors ETF and AGFiQ Enhanced Global Infrastructure ETF, respectively, are held by a fund or group of funds managed by the Manager. As at September 30, 2017, approximately 97%, 89%, 92% and 97% of the total Net Asset Value of AGFiQ Enhanced Core Canadian Equity ETF, AGFiQ Enhanced Core Emerging Markets Equity ETF, AGFiQ Enhanced Core International Equity ETF and AGFiQ Enhanced Core US Equity ETF, respectively, are held by a fund or group of funds managed by the Manager.



# Notes to Financial Statements CONTINUED

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## 7. RELATED PARTY TRANSACTIONS:

### Management of the Funds

(a) Pursuant to the management agreement between the Funds and the Manager, the Manager is responsible for the day-to-day business of the Funds, which includes providing key management personnel.

AGFI entered into an investment management agreement with Highstreet Asset Management Inc. ("Highstreet"), pursuant to which Highstreet is responsible for managing the investment portfolios of the Funds. In addition, AGFI and Highstreet also entered into an investment sub-advisory agreement with FFCM LLC ("FFCM"). FFCM acts as a sub-advisor and provides investment sub-advisory services to AGFiQ Global Equity Rotation ETF, AGFiQ MultiAsset Allocation ETF and AGFiQ MultiAsset Income Allocation ETF. AGFI, FFCM (effective May 15, 2018) and Highstreet are indirect wholly-owned subsidiaries of AGF Management Limited ("AGF"). Prior to May 15, 2018, AGF held a controlling interest in FFCM.

Certain Funds may invest in ETFs in a manner consistent with the Funds' investment objectives and permitted by law. Funds with ETF exposure during the reporting period bear indirectly the management fees (which includes investment management fees) borne by the ETFs, after giving effect to rebates or waivers, as applicable.

In accordance with the Declaration of Trust, the Funds agree to pay management fees, which are calculated daily and payable monthly, based on the annual rates (see the following table) applicable to the average Net Asset Value of each fund. Management fees are fees for various services including investment management and sub-advisory services. The Manager, at its discretion, may waive management fees otherwise payable by the Funds (see Note 7(b)).

The annual management fee rate, which includes applicable taxes, for each fund, is as follows:

	<b>Annual Management Fee</b>
AGFiQ Enhanced Core Canadian Equity ETF	0.45%
AGFiQ Enhanced Core Emerging Markets Equity ETF	0.45%
AGFiQ Enhanced Core International Equity ETF	0.45%
AGFiQ Enhanced Core US Equity ETF	0.45%
AGFiQ Enhanced Global ESG Factors ETF	0.45%
AGFiQ Enhanced Global Infrastructure ETF	0.45%
AGFiQ Global Equity Rotation ETF	0.55%
AGFiQ MultiAsset Allocation ETF	0.55%
AGFiQ MultiAsset Income Allocation ETF	0.55%

(b) In addition to management fees, the Funds are also responsible for brokerage expenses and commissions, costs associated with the use of derivatives

(if applicable), income and withholding taxes as well as other applicable taxes, costs of complying with any new governmental or regulatory requirement introduced after the Funds were established, costs associated with the establishment and on-going operation of the Independent Review Committee, and extraordinary expenses. The Manager is responsible for all other costs and expenses of the Funds, including fees payable to the custodian, valuation agent, registrar and transfer agent and fees payable to other service providers retained by the Manager.

During the periods ended September 30, 2018 and 2017, the Manager waived a portion of management fees or absorbed certain expenses otherwise payable by the Funds. The Manager may, at its discretion, terminate the waiver or absorption at any time.

### Independent Review Committee ("IRC")

In accordance with National Instrument 81-107, the Manager has established an IRC for the Funds. The mandate of the IRC is to review and make recommendations with respect to, or in certain circumstances, approve, conflicts of interest matters but only if such matters are brought to it by the Manager. Remuneration paid to members of the IRC are charged to the Funds and the amounts are included in "Independent review committee fees" in the Statements of Comprehensive Income.

## 8. SOFT DOLLAR COMMISSIONS:

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the investment manager. The values of the research services included in the commissions paid by each fund to those brokers are as follows:

<b>Periods Ended September 30, (thousands of dollars)</b>	<b>2018 (\$)</b>	<b>2017 (\$)</b>
AGFiQ Enhanced Core Canadian Equity ETF	21	-
AGFiQ Enhanced Core Emerging Markets Equity ETF	1	-
AGFiQ Enhanced Core US Equity ETF	15	-
AGFiQ Global Equity Rotation ETF	1	-
AGFiQ MultiAsset Allocation ETF	1	-

# Notes to Financial Statements CONTINUED

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## 9. CLOSING PRICES OF REDEEMABLE UNITS:

As at September 30, 2018 and 2017, the closing prices of the Funds' redeemable units as reported on the Exchange were as follows:

	September 30, 2018*	September 30, 2017*
AGFiQ Enhanced Core Canadian Equity ETF	26.21	26.05
AGFiQ Enhanced Core Emerging Markets Equity ETF	28.74	27.13
AGFiQ Enhanced Core International Equity ETF	29.00	27.87
AGFiQ Enhanced Core US Equity ETF	30.90	25.98
AGFiQ Enhanced Global ESG Factors ETF	26.91	—
AGFiQ Enhanced Global Infrastructure ETF	25.88	—
AGFiQ Global Equity Rotation ETF	29.46	26.59
AGFiQ MultiAsset Allocation ETF	27.89	26.25
AGFiQ MultiAsset Income Allocation ETF	25.53	25.54

\* *Mid price is disclosed if no transaction took place on the last business day of the reporting period.*

Currency Code	Description
CAD	Canadian Dollar
USD	United States Dollar



For more information contact your investment advisor or:

**AGF Investments Inc.**

Toronto-Dominion Bank Tower  
66 Wellington Street West, 31st Floor  
Toronto, Ontario M5K 1E9  
Toll Free: (800) 387-2563  
Web: AGFiQ.com



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