



PORTLAND
INVESTMENT COUNSEL®

PORTLAND MUTUAL FUNDS
ANNUAL FINANCIAL REPORT

SEPTEMBER 30, 2019

PORTLAND MUTUAL FUNDS ANNUAL FINANCIAL REPORT

SEPTEMBER 30, 2019

Table of Contents

• Chairman's Message.....	3
• Management's Responsibility for Financial Reporting.....	4
• Independent Auditor's Report	5
• Portland Advantage Fund.....	7
• Portland Canadian Balanced Fund	14
• Portland Canadian Focused Fund.....	21
• Portland Global Banks Fund.....	28
• Portland Global Dividend Fund.....	37
• Portland Global Income Fund	47
• Portland Value Fund.....	57
• Portland 15 of 15 Fund.....	64
• Notes to Financial Statements.....	71

Chairman's Message



Now, as ever, if there is one thing we can be certain of, it is the uncertainty itself. We cannot predict or control global trends, natural disaster, political upheavals, social unrest, or a depressed stock market. We do, however, have control over our own behavior. As noted by Warren Buffett, "To invest successfully over a lifetime does not require a stratospheric IQ, unusual business insights, or inside information. What's needed is a sound intellectual framework for making decisions and the ability to keep emotions from corroding that framework." I am of the same belief as Mr. Buffett...I am an effective investor because I live by a sound intellectual framework. I am an effective investor because I have a good handle on my emotions. I am an effective investor because I am constantly seeking out superior opportunities.

What is the highest value a financial advisor can give to their client? The answer is quite simple, make the client wealthy. In order to create wealth, I have reiterated the message that our role as investors and wealth creators is to encourage and support growth through risk-taking, having "skin in the game" and a continuous focus on innovation. But, how do you identify the right people to invest in? To be successful in the long run, one needs to draw on their intelligence, passion and, foremost, integrity. Entrepreneurs manage to achieve success by uncovering their purpose and identifying themselves and their business with that purpose. Unshackled from the limitations of bureaucracy and agency, the successful entrepreneur uses creative solutions to solve business problems. However, as we all know, success is not linear. To achieve success, one needs to, above all, persevere, show grit and conscientiousness.

The mantra of the investment management industry has been that past performance is no guarantee of future returns. However, for all its faults, past success has been the best predictor of future success. An already successful business or idea needs to find itself at the centre of a far-reaching network. A powerful purpose, creative solutions and perseverance are leveraged through access to such networks of like-minded individuals. Over the past year, we have furthered our commitment to supporting wealth creating entrepreneurs, by co-investing with notable entrepreneurs and visionaries driven by decoding some of the world's most difficult healthcare problems. Our interest in ITM Isotope Technologies Munich AG and Telix Pharmaceuticals Limited are keystone investments, as I believe these companies and their founders are at the nexus of an industry promising a more personalized and, ultimately, better cancer care. Our vision is to make unique, quality private and alternative investments more accessible to everyone. We are looking forward to expanding our commitment in the years to come and to providing similar access to our investors, confident in our mantra of doing well and doing good.

Thank you.

"Michael Lee-Chin"

Director, Executive Chairman, CEO and Portfolio Manager
Portland Investment Counsel Inc.

Management's Responsibility for Financial Reporting

The accompanying financial statements of Portland Advantage Fund, Portland Canadian Balanced Fund, Portland Canadian Focused Fund, Portland Global Banks Fund, Portland Global Dividend Fund, Portland Global Income Fund, Portland Value Fund and Portland 15 of 15 Fund (collectively the Funds) have been prepared by Portland Investment Counsel Inc. (the Manager) in its capacity as manager of the Funds. The Manager of the Funds is responsible for the information and representations contained in these financial statements. The Board of Directors of the Manager, in its capacity as trustee of the Funds, have approved 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 3 to these financial statements.

PricewaterhouseCoopers LLP is the external auditor of the Funds. They have audited the financial statements in accordance with Canadian generally accepted auditing standards to enable them to express to the unitholders their opinion on the financial statements.

"Michael Lee-Chin"

**Michael Lee-Chin,
Director
December 6, 2019**

"Robert Almeida"

**Robert Almeida,
Director
December 6, 2019**

Independent Auditor's Report

To the Unitholders and Trustee of:

Portland Advantage Fund
Portland Canadian Balanced Fund
Portland Canadian Focused Fund
Portland Global Banks Fund
Portland Global Dividend Fund
Portland Global Income Fund
Portland Value Fund
Portland 15 of 15 Fund

(collectively, the Funds, individually the Fund)

Our Opinion

In our opinion, the accompanying financial statements of each of the Funds present fairly, in all material respects, the financial position of each Fund as at September 30, 2019 and 2018 and its financial performance and its cash flows for the years then ended in accordance with International Financial Reporting Standards (IFRS).

What we have audited

The financial statements of each of the Funds comprise:

- the statements of financial position as at September 30, 2019 and 2018;
- the statements of comprehensive income for the years then ended;
- the statements of changes in net assets attributable to holders of redeemable units for the years then ended;
- the statements of cash flows for the years then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report.

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

Independence

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

Other information

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

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements of each of the Funds in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the financial reporting process of each of the Funds.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole for each Fund are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of

assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements of each of the Funds.

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

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PricewaterhouseCoopers LLP

Chartered Professional Accountants, Licensed Public Accountants

Toronto, Ontario
December 6, 2019

Statements of Financial Position

As at September 30,	2019	2018
Assets		
Current Assets		
Cash and cash equivalents	\$ 161,333	\$ 61
Subscriptions receivable	500	200
Receivable for investments sold	20,650	-
Dividends receivable	2,939	7,670
Investments (note 5)	2,007,959	3,481,721
	<u>2,193,381</u>	<u>3,489,652</u>
Liabilities		
Current Liabilities		
Redemptions payable	6,241	550
Management fees payable	3,486	4,795
Expenses payable	1,049	1,623
	<u>10,776</u>	<u>6,968</u>
Net Assets Attributable to Holders of Redeemable Units	<u>\$ 2,182,605</u>	<u>\$ 3,482,684</u>
Net Assets Attributable to Holders of Redeemable Units Per Series		
Series A	1,467,662	1,948,962
Series F	714,943	1,533,722
	<u>\$ 2,182,605</u>	<u>\$ 3,482,684</u>
Number of Redeemable Units Outstanding (note 6)		
Series A	171,410	173,996
Series F	80,171	132,933
Net Assets Attributable to Holders of Redeemable Units Per Unit		
Series A	\$ 8.56	\$ 11.20
Series F	\$ 8.92	\$ 11.54

Approved by the Board of Directors of Portland Investment Counsel Inc.

"Michael Lee-Chin"

Director

"Robert Almeida"

Director

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

Statements of Comprehensive Income

for the years ended September 30,	2019	2018
Income		
Net gain (loss) on investments		
Dividends	\$ 56,115	\$ 94,453
Interest for distribution purposes	1,117	688
Net realized gain (loss) on investments	(217,063)	28,127
Change in unrealized appreciation (depreciation) on investments	169,215	(240,250)
	<u>9,384</u>	<u>(116,982)</u>
Other income		
Foreign exchange gain (loss) on cash and other net assets	(594)	(565)
Total income (net)	<u>8,790</u>	<u>(117,547)</u>
Expenses		
Unitholder reporting costs	100,619	104,750
Management fees (note 8)	48,131	68,598
Audit fees	13,629	14,192
Independent review committee fees	2,750	2,984
Transaction costs	2,728	1,250
Legal fees	2,120	1,884
Custodial fees	1,663	1,899
Withholding tax expense	760	705
Interest expense	393	137
Total operating expenses	<u>172,793</u>	<u>196,399</u>
Less: expenses absorbed by Manager	(106,178)	(102,686)
Net operating expenses	<u>66,615</u>	<u>93,713</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	<u>\$ (57,825)</u>	<u>\$ (211,260)</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	\$ (1,638)	\$ (130,530)
Series F	\$ (56,187)	\$ (80,730)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit		
Series A	\$ (0.01)	\$ (0.70)
Series F	\$ (0.59)	\$ (0.51)

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

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

for the years ended September 30,	2019		2018	
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period				
Series A	\$	1,948,962	\$	2,424,788
Series F		1,533,722		2,278,285
		<u>3,482,684</u>		<u>4,703,073</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units				
Series A		(1,638)		(130,530)
Series F		(56,187)		(80,730)
		<u>(57,825)</u>		<u>(211,260)</u>
Distributions to Holders of Redeemable Units				
From net investment income				
Series A		(373,912)		(17)
Series F		(164,803)		(26,687)
Net Decrease from Distributions to Holders of Redeemable Units		<u>(538,715)</u>		<u>(26,704)</u>
Redeemable Unit Transactions				
Proceeds from redeemable units issued				
Series A		15,432		39,517
Series F		9,775		16,288
		<u>25,207</u>		<u>55,805</u>
Reinvestments of distributions				
Series A		365,838		17
Series F		163,362		26,209
		<u>529,200</u>		<u>26,226</u>
Redemptions of redeemable units				
Series A		(487,020)		(384,813)
Series F		(770,926)		(679,643)
		<u>(1,257,946)</u>		<u>(1,064,456)</u>
Net Increase (Decrease) from Redeemable Unit Transactions		<u>(703,539)</u>		<u>(982,425)</u>
Net Assets Attributable to Holders of Redeemable Units at End of Period				
Series A		1,467,662		1,948,962
Series F		714,943		1,533,722
	\$	<u>2,182,605</u>	\$	<u>3,482,684</u>

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

Statements of Cash Flows

for the years ended September 30,	2019		2018	
Cash Flows from Operating Activities				
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	\$	(57,825)	\$	(211,260)
Adjustments for:				
Net realized (gain) loss on investments		217,063		(28,127)
Change in unrealized (appreciation) depreciation on investments		(169,215)		240,250
(Increase) decrease in dividends receivable		4,731		934
Increase (decrease) in management fees and expenses payable		(1,883)		(1,798)
Purchase of investments		(752,483)		(67,927)
Proceeds from sale of investments		2,157,747		1,040,549
Net Cash Generated (Used) by Operating Activities		<u>1,398,135</u>		<u>972,621</u>
Cash Flows from Financing Activities				
Distributions to holders of redeemable units, net of reinvested distributions		(9,515)		(478)
Proceeds from redeemable units issued (note 3)		24,907		48,425
Amount paid on redemption of redeemable units (note 3)		(1,252,255)		(1,056,393)
Net Cash Generated (Used) by Financing Activities		<u>(1,236,863)</u>		<u>(1,008,446)</u>
Net increase (decrease) in cash and cash equivalents		161,272		(35,825)
Cash and cash equivalents - beginning of period		61		35,886
Cash and cash equivalents - end of period		<u>161,333</u>		<u>61</u>
Cash and cash equivalents comprise:				
Cash at bank	\$	161,333	\$	61
From operating activities:				
Interest received, net of withholding tax	\$	1,117	\$	688
Dividends received, net of withholding tax	\$	60,086	\$	94,682
From financing activities:				
Interest paid	\$	(393)	\$	(136)

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

Schedule of Investment Portfolio

as at September 30, 2019

No. of Shares	Security Name	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
EQUITIES				
Australia				
149,300	Telix Pharmaceuticals Limited	\$ 159,272	\$ 209,603	9.6%
Bermuda				
5,690	Invesco Ltd.	207,794	127,701	
8,105	Liberty Latin America Ltd. Class A	227,859	183,296	
6,280	Liberty Latin America Ltd. Class C	176,252	142,231	
		611,905	453,228	20.8%
Canada				
33,930	Baytex Energy Corporation	120,304	66,503	
780	BCE Inc.	39,631	49,983	
3,880	Brookfield Asset Management Inc. Class A	139,152	272,958	
1,778	Canopy Growth Corporation	68,557	53,962	
13,597	Crescent Point Energy Corp.	338,058	76,959	
5,460	Curaleaf Holdings, Inc.	50,970	39,148	
35,337	ECN Capital Corp.	111,238	161,490	
7,347	HEXO Corp.	35,097	38,425	
1,755	Onex Corporation	131,524	144,138	
1,620	The Bank of Nova Scotia	104,972	121,905	
1,580	The Toronto-Dominion Bank	78,165	122,055	
		1,217,668	1,147,526	52.6%
United States				
717	Berkshire Hathaway Inc. Class B	102,411	197,602	9.0%
	Total investment portfolio	2,091,256	2,007,959	92.0%
	Transaction costs	(2,845)	-	-
	Other assets less liabilities	\$ 2,088,411	2,007,959	92.0%
	NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 2,182,605	100.0%

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

(a) RISK MANAGEMENT

Please see note 5 for a description of the various financial risks detailed below.

Price Risk

The Manager moderates price risk through diversification of securities and other financial instruments within the limits of the Fund's investment objectives and strategy.

If the price of investments held by the Fund on September 30, 2019 had been higher or lower by 5%, the net assets attributable to holders of redeemable units of the Fund would have been higher or lower by \$100,398 (September 30, 2018: \$174,086). Actual results may differ from the above sensitivity analysis and the difference could be material.

Concentration Risk

The following tables present the Fund's exposure as a percentage of its net assets attributable to holders of redeemable units by geographic region and by industry sector as at September 30, 2019 and September 30, 2018:

By Geographic Region	September 30, 2019	September 30, 2018
Canada	52.6%	54.8%
Bermuda	20.8%	30.3%
Australia	9.6%	-
United States	9.0%	6.3%
Other Net Assets (Liabilities)	8.0%	-
Luxembourg	-	5.9%
Panama	-	2.7%
Total	100.0%	100.0%

By Industry Sector	September 30, 2019	September 30, 2018
Asset Management & Custody Banks	18.4%	27.2%
Multi-Sector Holdings	15.6%	6.3%
Cable & Satellite	14.9%	14.4%
Diversified Banks	11.2%	11.4%
Biotechnology	9.6%	-
Other Net Assets (Liabilities)	8.0%	-
Specialized Finance	7.4%	6.9%
Oil & Gas Exploration & Production	6.5%	8.6%
Pharmaceuticals	6.1%	-
Integrated Telecommunication Services	2.3%	5.5%
Wireless Telecommunication Services	-	5.9%
Real Estate Operating Companies	-	5.7%
Electric Utilities	-	5.4%
Airlines	-	2.7%
Total	100.0%	100.0%

Currency Risk

The tables below indicate the foreign currencies to which the Fund had significant exposure at September 30, 2019 and September 30, 2018, in Canadian dollar terms. The table also illustrates the potential impact on the net assets attributable to holders of redeemable units if the Canadian dollar had strengthened or weakened by 5% in relation to each of the other currencies, with all other variables held constant.

September 30, 2019:

	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
Australian Dollar	-	209,603	209,603	-	10,480	10,480
United States Dollar	1	650,830	650,831	-	32,542	32,542
Total	1	860,433	860,434	-	43,022	43,022
% of net assets attributable to holders of redeemable units	-	39.4%	39.4%	-	2.0%	2.0%

September 30, 2018:

	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
Swedish Krona	-	204,774	204,774	-	10,239	10,239
United States Dollar	2,222	1,171,758	1,173,980	111	58,588	58,699
Total	2,222	1,376,532	1,378,754	111	68,827	68,938
% of net assets attributable to holders of redeemable units	0.1%	39.5%	39.6%	-	2.0%	2.0%

Interest Rate Risk

As at September 30, 2019 and September 30, 2018, the Fund did not have significant direct exposure to interest rate risk.

Credit Risk

As at September 30, 2019 and September 30, 2018, the Fund did not have significant direct exposure to credit risk.

Liquidity Risk

The Fund is exposed to liquidity risk on its obligations associated with financial liabilities.

The liquidity risk associated with issued redeemable units is managed by investing in a diversified portfolio with no more than 10% of its net assets in illiquid investments at the time of purchase. The Fund may also borrow temporarily to fund redemptions or settle trades. All other obligations were due within 3 months from the financial reporting date. Issued redeemable units are payable on demand.

(b) FAIR VALUE MEASUREMENTS

The following tables illustrate the classification of the Fund's financial instruments within the fair value hierarchy as at September 30, 2019 and September 30, 2018:

As at September 30, 2019	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities - Long	2,007,959	-	-	2,007,959
Total	2,007,959	-	-	2,007,959

As at September 30, 2018	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities - Long	3,481,721	-	-	3,481,721
Total	3,481,721	-	-	3,481,721

(c) STRUCTURED ENTITIES

As at September 30, 2019 and September 30, 2018, the Fund did not have any investments in structured entities.

Statements of Financial Position

As at September 30,	2019		2018	
Assets				
Current Assets				
Cash and cash equivalents	\$	3,759,520	\$	2,120,156
Subscriptions receivable		23,550		23,700
Dividends receivable		28,402		19,158
Investments (note 5)		8,468,786		8,284,963
		<u>12,280,258</u>		<u>10,447,977</u>
Liabilities				
Current Liabilities				
Redemptions payable		85,555		-
Management fees payable		14,453		11,736
Expenses payable		5,903		4,825
		<u>105,911</u>		<u>16,561</u>
Net Assets Attributable to Holders of Redeemable Units	\$	12,174,347	\$	10,431,416
Net Assets Attributable to Holders of Redeemable Units Per Series				
Series A		5,776,159		4,634,077
Series F		6,398,188		5,797,339
	\$	12,174,347	\$	10,431,416
Number of Redeemable Units Outstanding (note 6)				
Series A		374,354		304,451
Series F		401,159		368,836
Net Assets Attributable to Holders of Redeemable Units Per Unit				
Series A	\$	15.43	\$	15.22
Series F	\$	15.95	\$	15.72

Approved by the Board of Directors of Portland Investment Counsel Inc.

"Michael Lee-Chin"

Director

"Robert Almeida"

Director

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

Statements of Comprehensive Income

for the years ended September 30,	2019	2018
Income		
Net gain (loss) on investments		
Dividends	\$ 374,967	\$ 293,373
Interest for distribution purposes	25,448	40,160
Net realized gain (loss) on investments	714,587	301,638
Change in unrealized appreciation (depreciation) on investments	(83,061)	14,393
	<u>1,031,941</u>	<u>649,564</u>
Other income		
Foreign exchange gain (loss) on cash and other net assets	(4,524)	(3,675)
Total income (net)	<u>1,027,417</u>	<u>645,889</u>
Expenses		
Management fees (note 8)	167,271	141,812
Unitholder reporting costs	96,888	91,247
Audit fees	13,645	14,185
Withholding tax expense	7,183	3,967
Custodial fees	4,820	3,544
Independent review committee fees	2,753	2,983
Legal fees	2,122	1,883
Transaction costs	1,794	900
Total operating expenses	<u>296,476</u>	<u>260,521</u>
Less: expenses absorbed by Manager	(57,024)	(59,454)
Net operating expenses	<u>239,452</u>	<u>201,067</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	<u>\$ 787,965</u>	<u>\$ 444,822</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	\$ 335,102	\$ 177,921
Series F	\$ 452,863	\$ 266,901
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit		
Series A	\$ 0.97	\$ 0.63
Series F	\$ 1.15	\$ 0.77

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

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

for the years ended September 30,	2019		2018	
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period				
Series A	\$	4,634,077	\$	3,810,804
Series F		5,797,339		4,360,591
		<u>10,431,416</u>		<u>8,171,395</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units				
Series A		335,102		177,921
Series F		452,863		266,901
		<u>787,965</u>		<u>444,822</u>
Distributions to Holders of Redeemable Units				
From net investment income				
Series A		(16,255)		(3,117)
Series F		(75,277)		(59,408)
		<u>(91,532)</u>		<u>(62,525)</u>
From net realized gains on investments				
Series A		(196,464)		(122,227)
Series F		(235,846)		(166,009)
		<u>(432,310)</u>		<u>(288,236)</u>
Net Decrease from Distributions to Holders of Redeemable Units		<u>(523,842)</u>		<u>(350,761)</u>
Redeemable Unit Transactions				
Proceeds from redeemable units issued				
Series A		1,356,409		1,219,494
Series F		679,180		2,376,018
		<u>2,035,589</u>		<u>3,595,512</u>
Reinvestments of distributions				
Series A		189,423		111,098
Series F		307,597		222,968
		<u>497,020</u>		<u>334,066</u>
Redemptions of redeemable units				
Series A		(526,133)		(559,896)
Series F		(527,668)		(1,203,722)
		<u>(1,053,801)</u>		<u>(1,763,618)</u>
Net Increase (Decrease) from Redeemable Unit Transactions		<u>1,478,808</u>		<u>2,165,960</u>
Net Assets Attributable to Holders of Redeemable Units at End of Period				
Series A		5,776,159		4,634,077
Series F		6,398,188		5,797,339
	\$	<u>12,174,347</u>	\$	<u>10,431,416</u>

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

Statements of Cash Flows

for the years ended September 30,	2019		2018	
Cash Flows from Operating Activities				
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	\$	787,965	\$	444,822
Adjustments for:				
Net realized (gain) loss on investments		(714,587)		(301,638)
Change in unrealized (appreciation) depreciation on investments		83,061		(14,393)
(Increase) decrease in dividends receivable		(9,244)		1,617
Increase (decrease) in management fees and expenses payable		3,795		3,539
Purchase of investments		(5,112,378)		(2,722,293)
Proceeds from sale of investments		5,560,081		2,367,281
Net Cash Generated (Used) by Operating Activities		<u>598,693</u>		<u>(221,065)</u>
Cash Flows from Financing Activities				
Distributions to holders of redeemable units, net of reinvested distributions		(26,822)		(16,695)
Proceeds from redeemable units issued (note 3)		1,970,846		3,558,338
Amount paid on redemption of redeemable units (note 3)		(903,353)		(1,710,487)
Net Cash Generated (Used) by Financing Activities		<u>1,040,671</u>		<u>1,831,156</u>
Net increase (decrease) in cash and cash equivalents		1,639,364		1,610,091
Cash and cash equivalents - beginning of period		2,120,156		510,065
Cash and cash equivalents - end of period		<u>3,759,520</u>		<u>2,120,156</u>
Cash and cash equivalents comprise:				
Cash at bank	\$	149,819	\$	220,351
Short-term investments		3,609,701		1,899,805
	\$	<u>3,759,520</u>	\$	<u>2,120,156</u>
From operating activities:				
Interest received, net of withholding tax	\$	25,448	\$	40,160
Dividends received, net of withholding tax	\$	358,540	\$	291,023

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

Schedule of Investment Portfolio

as at September 30, 2019

No. of Shares	Security Name	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
EQUITIES - Preferred				
Canada				
44,500	BMO Laddered Preferred Share Index ETF	\$ 447,868	\$ 426,310	
54,300	Horizons Active Preferred Share ETF	452,518	425,169	
35,900	iShares S&P/TSX Canadian Preferred Share Index ETF	453,475	430,082	
	Total equities - preferred	1,353,861	1,281,561	10.5%
EQUITIES - Common				
Canada				
3,000	Bank of Montreal	\$ 226,160	\$ 292,740	
8,900	Canadian Imperial Bank of Commerce	932,628	972,859	
12,800	Magna International Inc.	793,693	903,936	
9,500	Royal Bank of Canada	859,731	1,020,965	
13,200	The Bank of Nova Scotia	987,084	993,300	
13,400	The Toronto-Dominion Bank	831,567	1,035,150	
		4,630,863	5,218,950	42.9%
United States				
600	Berkshire Hathaway Inc. Class B	103,995	165,357	
11,000	Citigroup Inc.	916,044	1,006,727	
2,900	The Goldman Sachs Group Inc.	679,284	796,191	
		1,699,323	1,968,275	16.2%
	Total equities - common	6,330,186	7,187,225	59.1%
	Total investment portfolio	7,684,047	8,468,786	69.6%
	Transaction costs	(1,678)	-	-
		\$ 7,682,369	8,468,786	69.6%
	Other assets less liabilities		3,705,561	30.4%
	NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 12,174,347	100.0%

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

(a) RISK MANAGEMENT

Please see note 5 for a description of the various financial risks detailed below.

Price Risk

The Manager moderates price risk through diversification of securities and other financial instruments within the limits of the Fund's investment objectives and strategy.

If the price of investments held by the Fund on September 30, 2019 had been higher or lower by 5%, the net assets attributable to holders of redeemable units of the Fund would have been higher or lower by \$423,439 (September 30, 2018: \$414,248). Actual results may differ from the above sensitivity analysis and the difference could be material.

Concentration Risk

The following tables present the Fund's exposure as a percentage of its net assets attributable to holders of redeemable units by geographic region and industry sector as at September 30, 2019 and September 30, 2018:

By Geographic Sector	September 30, 2019	September 30, 2018
Canadian Equity	42.9%	58.4%
Other Net Assets (Liabilities)	30.4%	20.6%
U.S. Equity	16.2%	10.3%
Canadian Fixed Income	10.5%	10.7%
Total	100.0%	100.0%

By Industry Sector	September 30, 2019	September 30, 2018
Financials	51.7%	46.7%
Other Net Assets (Liabilities)	30.4%	20.6%
Exchange Traded Funds	10.5%	10.7%
Consumer Discretionary	7.4%	-
Utilities	-	13.3%
Consumer Staples	-	8.7%
Total	100.0%	100.0%

Currency Risk

The tables below indicate the foreign currencies to which the Fund had significant direct exposure at September 30, 2019 and September 30, 2018, in Canadian dollar terms. The table also illustrates the potential impact on the net assets attributable to holders of redeemable units if the Canadian dollar had strengthened or weakened by 5% in relation to each of the other currencies, with all other variables held constant.

September 30, 2019:

	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
United States Dollar	4,082	1,968,275	1,972,357	204	98,414	98,618
Total	4,082	1,968,275	1,972,357	204	98,414	98,618
% of net assets attributable to holders of redeemable units	-	16.2%	16.2%	-	0.8%	0.8%

September 30, 2018:

	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
United States Dollar	-	1,079,298	1,079,298	-	53,965	53,965
Total	-	1,079,298	1,079,298	-	53,965	53,965
% of net assets attributable to holders of redeemable units	-	10.3%	10.3%	-	0.5%	0.5%

Interest Rate Risk

As at September 30, 2019 and September 30, 2018, the Fund did not have significant direct exposure to interest rate risk. The Fund has indirect exposure to interest rate risk through its investments in preferred share ETFs.

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

Credit Risk

As at September 30, 2019 and September 30, 2018, the Fund did not have significant direct exposure to credit risk. The Fund had indirect exposure to credit risk through its investment in preferred share ETFs.

Liquidity Risk

The Fund is exposed to liquidity risk on its obligations associated with financial liabilities.

The liquidity risk associated with issued redeemable units is managed by investing in a diversified portfolio with no more than 10% of its net assets in illiquid investments at the time of purchase. The Fund may also borrow temporarily to fund redemptions or settle trades. All other obligations were due within 3 months from the financial reporting date. Issued redeemable units are payable on demand.

(b) FAIR VALUE MEASUREMENTS

The following tables illustrate the classification of the Fund's financial instruments within the fair value hierarchy as at September 30, 2019 and September 30, 2018:

As at September 30, 2019	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities - Long	8,468,786	-	-	8,468,786
Total	8,468,786	-	-	8,468,786

As at September 30, 2018	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities - Long	8,284,963	-	-	8,284,963
Total	8,284,963	-	-	8,284,963

(c) STRUCTURED ENTITIES

The Fund's investments in ETFs are susceptible to market price risk arising from uncertainties about future values. The Manager makes investment decisions after its due diligence on the strategy and overall quality of the ETF's manager.

The Fund's investments in ETFs as at September 30, 2019 and September 30, 2018 are summarized below:

September 30, 2019	Fair Value of Fund's Investment (\$)	Net Asset Value of ETF (\$)	% of ETF's Net Assets
BMO Laddered Preferred Share Index ETF	426,310	1,990,950,000	-
Horizons Active Preferred Share ETF	425,169	1,351,650,000	-
iShares S&P/TSX Canadian Preferred Share Index ETF	430,082	1,277,070,000	-

September 30, 2018	Fair Value of Fund's Investment (\$)	Net Asset Value of ETF (\$)	% of ETF's Net Assets
BMO Laddered Preferred Share Index ETF	373,760	2,162,236,600	-
Horizons Active Preferred Share ETF	375,570	1,792,570,000	-
iShares S&P/TSX Canadian Preferred Share Index ETF	368,680	1,563,500,000	-

Statements of Financial Position

As at September 30,	2019		2018	
Assets				
Current Assets				
Cash and cash equivalents	\$	6,247,749	\$	2,915,000
Subscriptions receivable		12,828		196
Dividends receivable		40,950		37,133
Investments (note 5)		13,634,638		13,995,249
		<u>19,936,165</u>		<u>16,947,578</u>
Liabilities				
Current Liabilities				
Management fees payable		21,666		18,095
Expenses payable		9,605		7,895
Redemptions payable		19,681		10,406
		<u>50,952</u>		<u>36,396</u>
Net Assets Attributable to Holders of Redeemable Units	\$	19,885,213	\$	16,911,182
Net Assets Attributable to Holders of Redeemable Units Per Series				
Series A		6,180,000		5,180,718
Series F		13,705,213		11,730,464
	\$	19,885,213	\$	16,911,182
Number of Redeemable Units Outstanding (note 6)				
Series A		413,070		349,520
Series F		861,753		742,969
Net Assets Attributable to Holders of Redeemable Units Per Unit				
Series A	\$	14.96	\$	14.82
Series F	\$	15.90	\$	15.79

Approved by the Board of Directors of Portland Investment Counsel Inc.

"Michael Lee-Chin"

Director

"Robert Almeida"

Director

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

Statements of Comprehensive Income

for the years ended September 30,	2019	2018
Income		
Net gain (loss) on investments		
Dividends	\$ 560,795	\$ 493,247
Interest for distribution purposes	53,932	70,632
Net realized gain (loss) on investments	1,442,544	470,118
Change in unrealized appreciation (depreciation) on investments	96,920	152,536
	<u>2,154,191</u>	<u>1,186,533</u>
Other income		
Foreign exchange gain (loss) on cash and other net assets	(8,603)	(10,738)
Total income (net)	<u>2,145,588</u>	<u>1,175,795</u>
Expenses		
Management fees (note 8)	252,203	227,118
Unitholder reporting costs	112,050	112,565
Audit fees	13,627	14,176
Withholding tax expense	12,764	8,044
Custodial fees	7,101	6,208
Independent review committee fees	2,750	2,981
Legal fees	2,434	1,882
Transaction costs	2,372	1,674
Total operating expenses	<u>405,301</u>	<u>374,648</u>
Less: expenses absorbed by Manager	(34,983)	(44,466)
Net operating expenses	<u>370,318</u>	<u>330,182</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	<u>\$ 1,775,270</u>	<u>\$ 845,613</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	\$ 501,413	\$ 209,308
Series F	\$ 1,273,857	\$ 636,305
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit		
Series A	\$ 1.30	\$ 0.62
Series F	\$ 1.53	\$ 0.85

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

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

for the years ended September 30,	2019		2018	
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period				
Series A	\$	5,180,718	\$	4,270,287
Series F		11,730,464		10,887,386
		<u>16,911,182</u>		<u>15,157,673</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units				
Series A		501,413		209,308
Series F		1,273,857		636,305
		<u>1,775,270</u>		<u>845,613</u>
Distributions to Holders of Redeemable Units				
From net investment income				
Series A		(8,360)		(15,220)
Series F		(150,616)		(86,908)
		<u>(158,976)</u>		<u>(102,128)</u>
From net realized gains on investments				
Series A		(348,873)		(139,834)
Series F		(809,909)		(283,855)
		<u>(1,158,782)</u>		<u>(423,689)</u>
Net Decrease from Distributions to Holders of Redeemable Units		<u>(1,317,758)</u>		<u>(525,817)</u>
Redeemable Unit Transactions				
Proceeds from redeemable units issued				
Series A		1,531,736		1,685,727
Series F		1,905,013		3,706,372
		<u>3,436,749</u>		<u>5,392,099</u>
Reinvestments of distributions				
Series A		351,695		154,144
Series F		953,884		368,178
		<u>1,305,579</u>		<u>522,322</u>
Redemptions of redeemable units				
Series A		(1,028,329)		(983,694)
Series F		(1,197,480)		(3,497,014)
		<u>(2,225,809)</u>		<u>(4,480,708)</u>
Net Increase (Decrease) from Redeemable Unit Transactions		<u>2,516,519</u>		<u>1,433,713</u>
Net Assets Attributable to Holders of Redeemable Units at End of Period				
Series A		6,180,000		5,180,718
Series F		13,705,213		11,730,464
	\$	<u>19,885,213</u>	\$	<u>16,911,182</u>

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

Statements of Cash Flows

for the years ended September 30,	2019		2018	
Cash Flows from Operating Activities				
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	\$	1,775,270	\$	845,613
Adjustments for:				
Net realized (gain) loss on investments		(1,442,544)		(470,118)
Change in unrealized (appreciation) depreciation on investments		(96,920)		(152,536)
(Increase) decrease in dividends receivable		(3,817)		(3,839)
Increase (decrease) in management fees and expenses payable		5,281		3,958
Purchase of investments		(8,597,923)		(4,818,403)
Proceeds from sale of investments		10,497,998		3,990,725
Net Cash Generated (Used) by Operating Activities		<u>2,137,345</u>		<u>(604,600)</u>
Cash Flows from Financing Activities				
Distributions to holders of redeemable units, net of reinvested distributions		(12,179)		(3,495)
Proceeds from redeemable units issued (note 3)		2,997,437		4,834,376
Amount paid on redemption of redeemable units (note 3)		(1,789,854)		(3,878,265)
Net Cash Generated (Used) by Financing Activities		<u>1,195,404</u>		<u>952,616</u>
Net increase (decrease) in cash and cash equivalents		3,332,749		348,016
Cash and cash equivalents - beginning of period		2,915,000		2,566,984
Cash and cash equivalents - end of period		<u>6,247,749</u>		<u>2,915,000</u>
Cash and cash equivalents comprise:				
Cash at bank	\$	108,258	\$	315,267
Short-term investments		6,139,491		2,599,733
	\$	<u>6,247,749</u>	\$	<u>2,915,000</u>
From operating activities:				
Interest received, net of withholding tax	\$	53,932	\$	70,632
Dividends received, net of withholding tax	\$	544,214	\$	481,364

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

Schedule of Investment Portfolio

as at September 30, 2019

No. of Shares	Security Name	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
EQUITIES				
Canada				
16,710	Bank of Montreal	\$ 1,438,959	\$ 1,630,562	
15,000	Canadian Imperial Bank of Commerce	1,536,587	1,639,650	
21,400	Magna International Inc.	1,327,044	1,511,268	
16,900	Royal Bank of Canada	1,453,093	1,816,243	
21,500	The Bank of Nova Scotia	1,582,102	1,617,875	
21,800	The Toronto-Dominion Bank	1,283,915	1,684,050	
		8,621,700	9,899,648	49.8%
United States				
1,000	Berkshire Hathaway Inc. Class B	173,325	275,595	
18,600	Citigroup Inc.	1,547,725	1,702,284	
6,400	The Goldman Sachs Group, Inc.	1,498,373	1,757,111	
		3,219,423	3,734,990	18.8%
	Total investment portfolio	11,841,123	13,634,638	68.6%
	Transaction costs	(1,547)	-	-
		\$ 11,839,576	13,634,638	68.6%
	Other assets less liabilities		6,250,575	31.4%
	NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 19,885,213	100.0%

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

(a) RISK MANAGEMENT

Please see note 5 for a description of the various financial risks detailed below.

Price Risk

The Manager moderates price risk through diversification of securities and other financial instruments within the limits of the Fund's investment objectives and strategy.

If the price of investments held by the Fund on September 30, 2019 had been higher or lower by 5%, the net assets attributable to holders of redeemable units of the Fund would have been higher or lower by \$681,732 (September 30, 2018: \$699,762). Actual results may differ from the above sensitivity analysis and the difference could be material.

Concentration Risk

The following tables present the Fund's exposure as a percentage of its net assets attributable to holders of redeemable units by geographic region and by industry sector as at September 30, 2019 and September 30, 2018:

By Geographic Region	September 30, 2019	September 30, 2018
Canada	49.8%	67.5%
Other Net Assets (Liabilities)	31.4%	17.2%
United States	18.8%	15.3%
Total	100.0%	100.0%

By Industry Sector	September 30, 2019	September 30, 2018
Financials	61.0%	58.2%
Other Net Assets (Liabilities)	31.4%	17.2%
Consumer Discretionary	7.6%	-
Utilities	-	14.5%
Consumer Staples	-	10.1%
Total	100.0%	100.0%

Currency Risk

The tables below indicate the foreign currencies to which the Fund had significant exposure as at September 30, 2019 and September 30, 2018, in Canadian dollar terms. The table also illustrates the potential impact on the net assets attributable to holders of redeemable units if the Canadian dollar had strengthened or weakened by 5% in relation to each of the other currencies, with all other variables held constant.

September 30, 2019:

	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
United States Dollar	9,009	3,734,991	3,744,000	450	186,750	187,200
Total	9,009	3,734,991	3,744,000	450	186,750	187,200
% of net assets attributable to holders of redeemable units	-	18.8%	18.8%	-	0.9%	0.9%

September 30, 2018:

	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
United States Dollar	-	2,589,296	2,589,296	-	129,465	129,465
Total	-	2,589,296	2,589,296	-	129,465	129,465
% of net assets attributable to holders of redeemable units	-	15.3%	15.3%	-	0.8%	0.8%

Interest Rate Risk

As at September 30, 2019 and September 30, 2018, the Fund did not have significant direct exposure to interest rate risk.

Credit Risk

As at September 30, 2019 and September 30, 2018, the Fund did not have significant direct exposure to credit risk.

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

Liquidity Risk

The Fund is exposed to liquidity risk on its obligations associated with financial liabilities.

The liquidity risk associated with issued redeemable units is managed by investing in a diversified portfolio with no more than 10% of its net assets in illiquid investments at the time of purchase. The Fund may also borrow temporarily to fund redemptions or settle trades. All other obligations were due within 3 months from the financial reporting date. Issued redeemable units are payable on demand.

(b) FAIR VALUE MEASUREMENTS

The following tables illustrate the classification of the Fund's financial instruments within the fair value hierarchy as at September 30, 2019 and September 30, 2018:

As at September 30, 2019	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities - Long	13,634,638	-	-	13,634,638
Total	13,634,638	-	-	13,634,638

As at September 30, 2018	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities - Long	13,995,249	-	-	13,995,249
Total	13,995,249	-	-	13,995,249

(c) STRUCTURED ENTITIES

As at September 30, 2019 and September 30, 2018, the Fund did not have any investments in structured entities.

Statements of Financial Position

As at September 30,	2019	2018
Assets		
Current Assets		
Cash and cash equivalents	\$ 455,600	\$ 147,632
Margin accounts (note 11)	5,307	10,876
Interest receivable	4	10
Dividends receivable	8,912	9,094
Investments (note 5)	3,100,694	5,009,920
Investments - pledged as collateral (note 5 and 11)	253,213	316,759
Derivative assets	9,604	11,168
	3,833,334	5,505,459
Liabilities		
Current Liabilities		
Management fees payable	6,078	8,745
Expenses payable	1,770	2,537
Redemptions payable	93	15,495
Distributions payable	1,097	-
Derivative liabilities	6,588	9,127
	15,626	35,904
Net Assets Attributable to Holders of Redeemable Units	\$ 3,817,708	\$ 5,469,555
Net Assets Attributable to Holders of Redeemable Units Per Series		
Series A	252,589	428,314
Series A2	3,369,570	4,796,771
Series F	195,549	244,470
	\$ 3,817,708	\$ 5,469,555
Number of Redeemable Units Outstanding (note 6)		
Series A	26,623	39,834
Series A2	347,473	438,627
Series F	19,155	21,452
Net Assets Attributable to Holders of Redeemable Units Per Unit		
Series A	\$ 9.49	\$ 10.75
Series A2	\$ 9.70	\$ 10.94
Series F	\$ 10.21	\$ 11.40

Approved by the Board of Directors of Portland Investment Counsel Inc.

"Michael Lee-Chin"

Director

"Robert Almeida"

Director

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

Statements of Comprehensive Income

for the years ended September 30,	2019	2018
Income		
Net gain (loss) on investments and derivatives		
Dividends	\$ 171,466	\$ 147,052
Interest for distribution purposes	419	597
Net realized gain (loss) on investments and options	(453,828)	1,036,370
Net realized gain (loss) on forward currency contracts	(50,376)	(55,593)
Change in unrealized appreciation (depreciation) on investments and derivatives	107,093	(903,562)
	<u>(225,226)</u>	<u>224,864</u>
Other income		
Foreign exchange gain (loss) on cash and other net assets	1,830	5,576
Total income (net)	<u>(223,396)</u>	<u>230,440</u>
Expenses		
Unitholder reporting costs	140,434	148,460
Management fees (note 8)	82,405	125,178
Withholding tax expense (reclaims)	14,112	(3,107)
Audit fees	13,212	13,749
Custodial fees	5,101	5,046
Transaction costs	3,885	2,492
Independent review committee fees	2,666	2,891
Legal fees	2,360	2,167
Interest expense	29	18
Total operating expenses	<u>264,204</u>	<u>296,894</u>
Less: expenses absorbed by Manager	(139,894)	(136,302)
Net operating expenses	<u>124,310</u>	<u>160,592</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	<u>\$ (347,706)</u>	<u>\$ 69,848</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	\$ (29,120)	\$ (712)
Series A2	\$ (306,051)	\$ 75,370
Series F	\$ (12,535)	\$ (4,810)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit		
Series A	\$ (0.90)	\$ (0.02)
Series A2	\$ (0.79)	\$ 0.15
Series F	\$ (0.60)	\$ (0.26)

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

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

for the years ended September 30,	2019		2018	
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period				
Series A	\$	428,314	\$	504,601
Series A2		4,796,771		6,396,290
Series F		244,470		174,414
		<u>5,469,555</u>		<u>7,075,305</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units				
Series A		(29,120)		(712)
Series A2		(306,051)		75,370
Series F		(12,535)		(4,810)
		<u>(347,706)</u>		<u>69,848</u>
Distributions to Holders of Redeemable Units				
From return of capital				
Series A		(18,095)		(23,194)
Series A2		(212,837)		(285,511)
Series F		(11,579)		(11,073)
Net Decrease from Distributions to Holders of Redeemable Units		<u>(242,511)</u>		<u>(319,778)</u>
Redeemable Unit Transactions				
Proceeds from redeemable units issued				
Series A		10,000		-
Series A2		1,938		71,197
Series F		5,517		122,536
		<u>17,455</u>		<u>193,733</u>
Reinvestments of distributions				
Series A		15,354		20,492
Series A2		203,838		272,358
Series F		8,946		8,894
		<u>228,138</u>		<u>301,744</u>
Redemptions of redeemable units				
Series A		(153,864)		(72,873)
Series A2		(1,114,089)		(1,732,933)
Series F		(39,270)		(45,491)
		<u>(1,307,223)</u>		<u>(1,851,297)</u>
Net Increase (Decrease) from Redeemable Unit Transactions		<u>(1,061,630)</u>		<u>(1,355,820)</u>
Net Assets Attributable to Holders of Redeemable Units at End of Period				
Series A		252,589		428,314
Series A2		3,369,570		4,796,771
Series F		195,549		244,470
	\$	<u>3,817,708</u>	\$	<u>5,469,555</u>

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

Statements of Cash Flows

for the years ended September 30,	2019		2018	
Cash Flows from Operating Activities				
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	\$	(347,706)	\$	69,848
Adjustments for:				
Net realized (gain) loss on investments and options		453,828		(1,036,370)
Change in unrealized (appreciation) depreciation on investments and derivatives		(107,093)		903,562
Unrealized foreign exchange (gain) loss on cash		(77)		223
(Increase) decrease in interest receivable		6		(8)
(Increase) decrease in dividends receivable		182		(7,745)
Increase (decrease) in management fees and expenses payable		(3,434)		(2,441)
Purchase of investments		(159,297)		(321,399)
Proceeds from sale of investments		1,784,359		2,076,502
Net Cash Generated (Used) by Operating Activities		1,620,768		1,682,172
Cash Flows from Financing Activities				
Change in margin cash		5,569		(4,208)
Distributions to holders of redeemable units, net of reinvested distributions		(13,276)		(18,034)
Proceeds from redeemable units issued (note 3)		17,455		127,962
Amount paid on redemption of redeemable units (note 3)		(1,322,625)		(1,777,075)
Net Cash Generated (Used) by Financing Activities		(1,312,877)		(1,671,355)
Net increase (decrease) in cash and cash equivalents		307,891		10,817
Unrealized foreign exchange gain (loss) on cash		77		(223)
Cash and cash equivalents - beginning of period		147,632		137,038
Cash and cash equivalents - end of period		455,600		147,632
Cash and cash equivalents comprise:				
Cash at bank	\$	105,861	\$	47,887
Short-term investments		349,739		99,745
	\$	455,600	\$	147,632
From operating activities:				
Interest received, net of withholding tax	\$	425	\$	589
Dividends received, net of withholding tax	\$	157,536	\$	142,414
From financing activities:				
Interest paid	\$	(29)	\$	(18)

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

Schedule of Investment Portfolio

as at September 30, 2019

No. of Shares/ (Contracts)	Security Name	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
EQUITIES				
France				
600	BNP Paribas S.A.	\$ 42,044	\$ 38,703	
4,000	BNP Paribas S.A. ADR	156,152	128,616	
		198,196	167,319	4.4%
Netherlands				
14,000	ING Groep N.V. ADR	209,807	193,826	5.1%
Norway				
7,000	DNB ASA	164,511	163,355	4.3%
United Kingdom				
29,000	Barclays PLC ADR	754,480	282,008	
3,000	HSBC Holdings PLC ADR	181,232	152,106	
30,000	Standard Chartered PLC	364,460	334,360	
30,000	The Royal Bank of Scotland Group PLC ADR	344,983	202,702	
		1,645,155	971,176	25.4%
United States				
8,500	Bank of America Corporation	153,112	328,490	
4,000	Citigroup Inc.	207,219	366,083	
2,000	Fifth Third Bancorp	50,981	72,549	
3,000	JPMorgan Chase & Co.	118,059	467,765	
3,000	Morgan Stanley	104,049	169,594	
2,200	State Street Corporation	164,980	172,519	
1,000	The Goldman Sachs Group, Inc.	190,459	274,549	
100	Wells Fargo & Company	5,638	6,682	
		994,497	1,858,231	48.7%
	Total investment portfolio	3,212,166	3,353,907	87.9%
DERIVATIVES - OPTIONS¹				
Call Options				
United States				
USD (20)	Bank of America Corporation, Call 33, 11/15/19	(920)	(185)	
USD (20)	Bank of America Corporation, Call 33, 12/20/19	(725)	(530)	
USD (10)	Citigroup Inc., Call 75, 12/20/19	(725)	(1,285)	
USD (10)	Citigroup Inc., Call 80, 12/20/19	(1,036)	(305)	
USD (10)	JPMorgan Chase & Co., Call 125, 12/20/19	(1,300)	(1,802)	
USD (5)	JPMorgan Chase & Co., Call 130, 12/20/19	(394)	(304)	
USD (5)	Morgan Stanley, Call 50, 11/15/19	(329)	(40)	
USD (10)	Morgan Stanley, Call 50, 12/20/19	(355)	(199)	
USD (2)	The Goldman Sachs Group, Inc., Call 235, 10/18/19	(576)	(8)	
	Total call options	(6,360)	(4,658)	(0.1%)
FORWARD CURRENCY CONTRACTS (Schedule 1)				
	Total unrealized gain on forward currency contracts	-	9,604	0.2%
	Total unrealized loss on forward currency contracts	-	(1,930)	(0.1%)
		-	7,674	0.1%
	Net Investments	3,205,806	3,356,923	87.9%
	Transaction costs	(19,328)	-	-
		\$ 3,186,478	3,356,923	87.9%
	Other assets less liabilities		460,785	12.1%
	NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 3,817,708	100.0%

¹ The contract size of the options is 100 shares, except as otherwise noted.

Schedule of Investment Portfolio (continued)

as at September 30, 2019

Schedule 1

Contract Price	Settlement Date	Purchased Currency			Sold Currency			
		Currency	Amount (\$)	Value as at September 30, 2019 (\$)	Currency	Amount (\$)	Value as at September 30, 2019 (\$)	Unrealized gain (loss) (\$)
0.68060	Dec-5-19	Canadian Dollar	110,198	110,198	Euro	75,000	108,716	1,482
0.59388	Oct-18-19	Canadian Dollar	252,576	252,576	British Pound	150,000	244,454	8,122
							Unrealized gain	9,604
0.75626	Dec-5-19	Canadian Dollar	2,115,680	2,115,680	United States Dollar	1,600,000	2,117,610	(1,930)
							Unrealized loss	(1,930)

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

(a) OFFSETTING OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

The Fund has a master netting or similar arrangements in place with each counterparty listed below for the execution of forward currency contracts. This means that in the event of default or bankruptcy, the Fund may set off the assets held with the counterparty against the liabilities it owes to the same counterparty. The contracts in place under these arrangements that settle on the same date have been offset and presented as a net figure in the statements of financial position of the Fund and the table below, where there is a legally enforceable right and an intention to settle the contracts on a net basis. There is no collateral associated with these arrangements.

The following table presents the gross amount of recognized financial assets and liabilities of the Fund that are offset under master netting or similar arrangements as at September 30, 2019 and September 30, 2018:

September 30, 2019	Bank of New York Mellon (\$)
Gross derivative assets	8,122
Gross derivative liabilities	-
Net exposure	8,122

September 30, 2018	TD Securities Inc. (\$)	Bank of New York Mellon (\$)
Gross derivative assets	11,168	-
Gross derivative liabilities	-	(3,463)
Net exposure	11,168	(3,463)

(b) RISK MANAGEMENT

Please see note 5 for a description of the various financial risks detailed below.

Price Risk

The Manager moderates price risk through diversification of securities and other financial instruments within the limits of the Fund's investment objectives and strategy.

If the price of investments held by the Fund on September 30, 2019 had been higher or lower by 5%, the net assets attributable to holders of redeemable units of the Fund would have been higher or lower by \$167,462 (September 30, 2018: \$266,051). Actual results may differ from the above sensitivity analysis and the difference could be material.

Concentration Risk

The following tables present the Fund's exposure as a percentage of its net assets attributable to holders of redeemable units by geographic region and by industry sector as at September 30, 2019 and September 30, 2018:

By Geographic Region	September 30, 2019	September 30, 2018
United States	48.6%	51.1%
United Kingdom	25.4%	30.5%
Other Net Assets (Liabilities)	12.1%	2.6%
Netherlands	5.1%	4.5%
France	4.4%	4.3%
Norway	4.3%	3.7%
Forward Currency Contracts	0.1%	0.1%
Sweden	-	3.2%
Total	100.0%	100.0%

By Industry Sector	September 30, 2019	September 30, 2018
Diversified Banks	69.9%	83.7%
Other Net Assets (Liabilities)	12.1%	2.6%
Investment Banking & Brokerage	11.6%	8.4%
Asset Management & Custody Banks	4.5%	4.0%
Regional Banks	1.9%	1.3%
Forward Currency Contracts	0.1%	0.1%
Short positions- Derivatives	(0.1%)	(0.1%)
Total	100.0%	100.0%

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

Currency Risk

The tables below indicate the foreign currencies to which the Fund had significant exposure at September 30, 2019 and September 30, 2018, in Canadian dollar terms, net of the notional amounts of forward currency contracts. The table also illustrates the potential impact on the net assets attributable to holders of redeemable units if the Canadian dollar had strengthened or weakened by 5% in relation to each of the other currencies, with all other variables held constant.

September 30, 2019:

	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
British Pound	(244,454)	334,360	89,906	(12,223)	16,718	4,495
Euro	(107,931)	38,703	(69,228)	(5,397)	1,935	(3,462)
Norwegian Krone	781	163,355	164,136	39	8,168	8,207
United States Dollar	(2,104,407)	2,812,830	708,423	(105,220)	140,642	35,422
Total	(2,456,011)	3,349,248	893,237	(122,801)	167,463	44,662
% of net assets attributable to holders of redeemable units	(64.3%)	87.7%	23.4%	(3.2%)	4.4%	1.2%

September 30, 2018:

	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
British Pound	(539,155)	558,843	19,688	(26,958)	27,942	984
Euro	(112,220)	47,428	(64,792)	(5,611)	2,371	(3,240)
Norwegian Krone	-	244,602	244,602	-	12,230	12,230
Swedish Krona	-	175,965	175,965	-	8,798	8,798
United States Dollar	(1,913,214)	4,294,177	2,380,963	(95,661)	214,709	119,048
Total	(2,564,589)	5,321,015	2,756,426	(128,230)	266,050	137,820
% of net assets attributable to holders of redeemable units	(46.9%)	97.3%	50.4%	(2.4%)	4.9%	2.5%

Interest Rate Risk

As at September 30, 2019 and September 30, 2018, the Fund did not have significant direct exposure to interest rate risk.

Credit Risk

The Fund's exposure to credit risk arises primarily from investments in forward currency contracts. The Fund may limit its exposure to credit losses on forward currency contracts by ensuring there are netting arrangements with each counterparty to the forward currency contracts, such that any gains (amounts owing to the Fund) on individual contracts can be set off against any losses (amounts owing to the counterparty) even in the event of default or bankruptcy. The maximum exposure to credit risk from these contracts is equivalent to the fair value of forward currency contracts that are in a net unrealized gain position as of the reporting date as outlined in the tables below including the effect of master netting or similar arrangements in place with all counterparties, as applicable.

September 30, 2019		
	Net Unrealized Gain (\$)	Credit Rating
Bank of New York Mellon	8,122	Standard & Poor's A-1
CIBC World Markets Inc.	1,482	Standard & Poor's A-1

September 30, 2018		
	Net Unrealized Gain (\$)	Credit Rating
TD Securities Inc.	11,168	Standard & Poor's A-1+

The counterparties have credit ratings which exceed the minimum requirement outlined in securities legislation. The Fund's cash and margin accounts are maintained at financial institutions with a Standard & Poor's credit rating of AA- and A+; and therefore credit risk is deemed minimal.

Liquidity Risk

The Fund is exposed to liquidity risk on its obligations associated with financial liabilities.

The liquidity risk associated with issued redeemable units is managed by investing in a diversified portfolio with no more than 10% of its net assets in illiquid investments at the time of purchase. The Fund may also borrow temporarily to fund redemptions or settle trades.

The Fund writes cash secured put options in accordance with its investment objectives and strategies. The value of the securities and/or cash required to satisfy the options if they were exercised, is presented in the table below. There were no put option contracts held as at September 30, 2019.

Value of securities or cash required to satisfy put options as at:	Less than 1 month (\$)	1 to 3 months (\$)	Greater than 3 months and less than one year (\$)	Total (\$)
September 30, 2018	46,499	31,645	-	78,144

All other obligations were due within 3 months from the financial reporting date. Issued redeemable units are payable on demand.

(c) FAIR VALUE MEASUREMENTS

The following tables illustrate the classification of the Fund's financial instruments within the fair value hierarchy as at September 30, 2019 and September 30, 2018:

As at September 30, 2019	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Derivative Assets	-	9,604	-	9,604
Derivative Liabilities	(4,658)	(1,930)	-	(6,588)
Equities - Long	3,353,907	-	-	3,353,907
Total	3,349,249	7,674	-	3,356,923

As at September 30, 2018	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Derivative Assets	-	11,168	-	11,168
Derivative Liabilities	(5,664)	(3,463)	-	(9,127)
Equities - Long	5,326,679	-	-	5,326,679
Total	5,321,015	7,705	-	5,328,720

(d) STRUCTURED ENTITIES

As at September 30, 2019 and September 30, 2018, the Fund did not have any investments in structured entities.

Statements of Financial Position

As at September 30,	2019	2018
Assets		
Current Assets		
Cash and cash equivalents	\$ 185,259	\$ 342,194
Margin accounts (note 11)	5,548	9,943
Subscriptions receivable	-	85
Receivable for investments sold	-	568
Interest receivable	750	8
Dividends receivable	7,669	11,991
Investments (note 5)	2,387,071	4,488,773
Investments - pledged as collateral (note 5 and 11)	29,316	228,712
Derivative assets	14,372	17,791
	<u>2,629,985</u>	<u>5,100,065</u>
Liabilities		
Current Liabilities		
Management fees payable	4,314	6,988
Expenses payable	1,219	2,302
Redemptions payable	1,000	-
Distributions payable	1,213	-
Derivative liabilities	891	10,158
	<u>8,637</u>	<u>19,448</u>
Net Assets Attributable to Holders of Redeemable Units	<u>\$ 2,621,348</u>	<u>\$ 5,080,617</u>
Net Assets Attributable to Holders of Redeemable Units Per Series		
Series A	93,131	141,509
Series A2	2,278,234	3,416,588
Series F	249,983	1,522,520
	<u>\$ 2,621,348</u>	<u>\$ 5,080,617</u>
Number of Redeemable Units Outstanding (note 6)		
Series A	11,979	15,550
Series A2	289,783	372,533
Series F	30,526	161,106
Net Assets Attributable to Holders of Redeemable Units Per Unit		
Series A	\$ 7.77	\$ 9.10
Series A2	\$ 7.86	\$ 9.17
Series F	\$ 8.19	\$ 9.45

Approved by the Board of Directors of Portland Investment Counsel Inc.

"Michael Lee-Chin"

Director

"Robert Almeida"

Director

Statements of Comprehensive Income

for the years ended September 30,	2019	2018
Income		
Net gain (loss) on investments and derivatives		
Dividends	\$ 137,373	\$ 178,176
Interest for distribution purposes	4,191	1,927
Net realized gain (loss) on investments and options	(12,863)	640,913
Net realized gain (loss) on forward currency contracts	(8,953)	11,527
Change in unrealized appreciation (depreciation) on investments and derivatives	(447,703)	(601,581)
	<u>(327,955)</u>	<u>230,962</u>
Other income		
Foreign exchange gain (loss) on cash and other net assets	(2,508)	(3,257)
Total income (net)	<u>(330,463)</u>	<u>227,705</u>
Expenses		
Unitholder reporting costs	121,391	119,259
Management fees (note 8)	62,103	100,542
Audit fees	13,164	13,718
Custodial fees	6,571	7,009
Transaction costs	5,193	6,281
Independent review committee fees	2,656	2,884
Legal fees	2,352	2,162
Withholding tax expense (reclaims)	1,493	(52,706)
Interest expense	163	37
Total operating expenses	<u>215,086</u>	<u>199,186</u>
Less: expenses absorbed by Manager	(127,748)	(113,925)
Net operating expenses	<u>87,338</u>	<u>85,261</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	<u>\$ (417,801)</u>	<u>\$ 142,444</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	\$ (11,294)	\$ 2,122
Series A2	\$ (272,257)	\$ 123,346
Series F	\$ (134,250)	\$ 16,976
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit		
Series A	\$ (0.80)	\$ 0.14
Series A2	\$ (0.87)	\$ 0.28
Series F	\$ (1.91)	\$ 0.12

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

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

for the years ended September 30,	2019	2018
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period		
Series A	\$ 141,509	\$ 141,388
Series A2	3,416,588	4,777,254
Series F	1,522,520	1,230,810
	<u>5,080,617</u>	<u>6,149,452</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units		
Series A	(11,294)	2,122
Series A2	(272,257)	123,346
Series F	(134,250)	16,976
	<u>(417,801)</u>	<u>142,444</u>
Distributions to Holders of Redeemable Units		
From net investment income		
Series A	(1,028)	(1,199)
Series A2	(32,000)	(40,444)
Series F	(12,184)	(24,781)
	<u>(45,212)</u>	<u>(66,424)</u>
From return of capital		
Series A	(5,986)	(6,451)
Series A2	(123,039)	(175,178)
Series F	(21,217)	(46,719)
	<u>(150,242)</u>	<u>(228,348)</u>
Net Decrease from Distributions to Holders of Redeemable Units	<u>(195,454)</u>	<u>(294,772)</u>
Redeemable Unit Transactions		
Proceeds from redeemable units issued		
Series A	-	-
Series A2	-	117,768
Series F	106,771	420,482
	<u>106,771</u>	<u>538,250</u>
Reinvestments of distributions		
Series A	6,664	7,649
Series A2	142,527	189,751
Series F	29,856	67,714
	<u>179,047</u>	<u>265,114</u>
Redemptions of redeemable units		
Series A	(36,734)	(2,000)
Series A2	(853,585)	(1,575,909)
Series F	(1,241,513)	(141,962)
	<u>(2,131,832)</u>	<u>(1,719,871)</u>
Net Increase (Decrease) from Redeemable Unit Transactions	<u>(1,846,014)</u>	<u>(916,507)</u>
Net Assets Attributable to Holders of Redeemable Units at End of Period		
Series A	93,131	141,509
Series A2	2,278,234	3,416,588
Series F	249,983	1,522,520
	<u>\$ 2,621,348</u>	<u>\$ 5,080,617</u>

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

Statements of Cash Flows

for the years ended September 30,	2019	2018
Cash Flows from Operating Activities		
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	\$ (417,801)	\$ 142,444
Adjustments for:		
Net realized (gain) loss on investments and options	12,863	(640,913)
Change in unrealized (appreciation) depreciation on investments and derivatives	447,703	601,581
Unrealized foreign exchange (gain) loss on cash	(139)	463
(Increase) decrease in interest receivable	(742)	(5)
(Increase) decrease in dividends receivable	4,322	(5,444)
Increase (decrease) in management fees and expenses payable	(3,757)	(1,920)
Purchase of investments	(720,744)	(944,327)
Proceeds from sale of investments	2,555,996	1,968,937
Net Cash Generated (Used) by Operating Activities	1,877,701	1,120,816
Cash Flows from Financing Activities		
Change in margin cash	4,395	(236)
Distributions to holders of redeemable units, net of reinvested distributions	(15,194)	(29,658)
Proceeds from redeemable units issued (note 3)	5,212	175,597
Amount paid on redemption of redeemable units (note 3)	(2,029,188)	(1,287,225)
Net Cash Generated (Used) by Financing Activities	(2,034,775)	(1,141,522)
Net increase (decrease) in cash and cash equivalents	(157,074)	(20,706)
Unrealized foreign exchange gain (loss) on cash	139	(463)
Cash and cash equivalents - beginning of period	342,194	363,363
Cash and cash equivalents - end of period	185,259	342,194
Cash and cash equivalents comprise:		
Cash at bank	\$ 85,338	\$ 42,524
Short-term investments	99,921	299,670
	\$ 185,259	\$ 342,194
From operating activities:		
Interest received, net of withholding tax	\$ 3,449	\$ 1,922
Dividends received, net of withholding tax	\$ 140,202	\$ 225,438
From financing activities:		
Interest paid	\$ (163)	\$ (37)

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

Schedule of Investment Portfolio

as at September 30, 2019

No. of Shares/ (Contracts)	Security Name	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
BONDS				
Canada				
100,000	Canada Government Bond 2.250% June 1, 2029	\$ 105,737	\$ 107,950	4.1%
	Total bonds	<u>105,737</u>	<u>107,950</u>	<u>4.1%</u>
EQUITIES				
Australia				
6,500	Amcors Limited	\$ 98,489	\$ 82,826	
50,000	AusNet Services	47,465	81,150	
9,000	South32 Limited ADR	116,877	105,047	
		<u>262,831</u>	<u>269,023</u>	<u>10.3%</u>
Bermuda				
9,000	Brookfield Property Partners L.P.	236,471	242,010	9.2%
France				
2,034	TOTAL SA ADR	121,673	140,127	5.3%
Germany				
6,500	GEA Group AG	204,974	232,495	8.9%
Netherlands				
2,300	NN Group N.V.	88,921	108,074	4.1%
Switzerland				
2,600	Dufry AG	425,187	288,118	11.0%
United Kingdom				
1,800	BHP Group PLC ADR	99,372	102,162	
1,800	Bunzl PLC	69,699	62,308	
1,000	Compass Group PLC	22,164	34,094	
16,000	Dignity PLC	368,423	132,923	
1,600	HSBC Holdings PLC ADR	91,370	81,123	
6,500	Prudential PLC	80,956	156,177	
4,000	Royal Dutch Shell PLC ADR Class A	280,224	311,869	
		<u>1,012,208</u>	<u>880,656</u>	<u>33.6%</u>
United States				
1,200	Mondelez International Inc. Class A	51,350	87,949	
5,000	Oaktree Strategic Income Corporation	62,407	54,650	
50	Technology Select Sector SPDR Fund ETF	2,199	5,335	
		<u>115,956</u>	<u>147,934</u>	<u>5.7%</u>
	Total equities	<u>2,468,221</u>	<u>2,308,437</u>	<u>88.1%</u>
	Total investment portfolio	<u>2,573,958</u>	<u>2,416,387</u>	<u>92.2%</u>
DERIVATIVES - OPTIONS¹				
Call Options				
United States				
USD (4)	Mondelez International Inc., Call 60, 20/12/19	(179)	(228)	-
	Total call options	<u>(179)</u>	<u>(228)</u>	<u>-</u>
FORWARD CURRENCY CONTRACTS (Schedule 1)				
	Total unrealized gain on forward currency contracts	-	14,372	0.5%
	Total unrealized loss on forward currency contracts	-	(663)	-
		<u>-</u>	<u>13,709</u>	<u>0.5%</u>
	Net Investments	2,573,779	2,429,868	92.7%
	Transaction costs	(4,222)	-	-
		<u>\$ 2,569,557</u>	<u>2,429,868</u>	<u>92.7%</u>
	Other assets less liabilities		191,480	7.3%
	NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	<u>\$</u>	<u>2,621,348</u>	<u>100.0%</u>

¹ The contract size of the options is 100 shares, except as otherwise noted.

Schedule of Investment Portfolio (continued)

as at September 30, 2019

Schedule 1

Contract Price	Settlement Date	Purchased Currency			Value as at September 30, 2019 (\$)	Sold Currency			Unrealized gain (loss) (\$)
		Currency	Amount (\$)	Amount (\$)		Currency	Amount (\$)	Value as at September 30, 2019 (\$)	
0.68060	Dec-5-19	Canadian Dollar	146,930	146,930	Euro	100,000	144,955	1,975	
1.09489	Nov-13-19	Canadian Dollar	54,800	54,800	Australian Dollar	60,000	53,696	1,104	
0.74843	Nov-13-19	Canadian Dollar	133,614	133,614	Swiss Franc	100,000	133,150	464	
0.59388	Oct-18-19	Canadian Dollar	336,768	336,768	British Pound	200,000	325,939	10,829	
							Unrealized gain	14,372	
0.75626	Dec-5-19	Canadian Dollar	727,265	727,265	United States Dollar	550,000	727,928	(663)	
							Unrealized loss	(663)	

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

(a) OFFSETTING OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

The Fund has a master netting or similar arrangements in place with each counterparty listed below for the execution of forward currency contracts. This means that in the event of default or bankruptcy, the Fund may set off the assets held with the counterparty against the liabilities it owes to the same counterparty. The contracts in place under these arrangements that settle on the same date have been offset and presented as a net figure in the statements of financial position of the Fund and the table below, where there is a legally enforceable right and an intention to settle the contracts on a net basis. There is no collateral associated with these arrangements.

The following table presents the gross amount of recognized financial assets and liabilities of the Fund that are offset under master netting or similar arrangements as at September 30, 2019 and September 30, 2018:

September 30, 2019	National Bank of Canada (\$)	Bank of New York Mellon (\$)
Gross derivative assets	1,568	10,829
Gross derivative liabilities	-	-
Net exposure	1,568	10,829

September 30, 2018	TD Securities Inc. (\$)	National Bank of Canada (\$)	Bank of New York Mellon (\$)
Gross derivative assets	7,893	9,898	-
Gross derivative liabilities	-	-	(5,411)
Net exposure	7,893	9,898	(5,411)

(b) RISK MANAGEMENT

Please see note 5 for a description of the various financial risks detailed below.

Price Risk

The Manager moderates price risk through diversification of securities and other financial instruments within the limits of the Fund's investment objectives and strategy.

If the price of investments held by the Fund on September 30, 2019 had been higher or lower by 5%, the net assets attributable to holders of redeemable units of the Fund would have been higher or lower by \$120,808 (September 30, 2018: \$235,637). Actual results may differ from the above sensitivity analysis and the difference could be material.

Concentration Risk

The following tables present the Fund's exposure as a percentage of its net assets attributable to holders of redeemable units by geographic region and by industry sector as at September 30, 2019 and September 30, 2018:

By Geographic Region	September 30, 2019	September 30, 2018
United Kingdom	33.6%	40.3%
Switzerland	11.0%	16.2%
Australia	10.3%	8.2%
Bermuda	9.2%	3.7%
Germany	8.9%	5.0%
Other Net Assets (Liabilities)	7.3%	7.0%
United States	5.7%	9.6%
France	5.3%	5.6%
Canada	4.1%	0.7%
Netherlands	4.1%	3.5%
Forward Currency Contracts	0.5%	0.2%
Total	100.0%	100.0%

By Industry Sector	September 30, 2019	September 30, 2018
Energy	17.4%	12.3%
Consumer Discretionary	17.3%	18.0%
Financials	15.1%	15.8%
Industrials	11.3%	8.2%
Materials	11.1%	14.0%
Real Estate	9.2%	3.7%
Other Net Assets (Liabilities)	7.3%	7.0%
Government Bonds	4.1%	-
Consumer Staples	3.4%	12.1%
Utilities	3.1%	3.6%
Forward Currency Contracts	0.5%	0.2%
Exchange Traded Funds	0.2%	0.1%
Health Care	-	5.1%
Short Positions - Derivatives	-	(0.1%)
Total	100.0%	100.0%

Currency Risk

The tables below indicate the foreign currencies to which the Fund had significant exposure at September 30, 2019 and September 30, 2018, in Canadian dollar terms, net of the notional amounts of forward currency contracts. The table also illustrates the potential impact on the net assets attributable to holders of redeemable units if the Canadian dollar had strengthened or weakened by 5% in relation to each of the other currencies, with all other variables held constant.

September 30, 2019:

	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
Australian Dollar	(53,696)	163,975	110,279	(2,685)	8,199	5,514
British Pound	(323,664)	385,502	61,838	(16,183)	19,275	3,092
Euro	(144,117)	340,569	196,452	(7,206)	17,028	9,822
Swiss Franc	(133,150)	288,118	154,968	(6,657)	14,406	7,749
United States Dollar	(706,312)	888,034	181,722	(35,316)	44,402	9,086
Total	(1,360,939)	2,066,198	705,259	(68,047)	103,310	35,263
% of net assets attributable to holders of redeemable units	(51.9%)	78.8%	26.9%	(2.6%)	3.9%	1.3%

September 30, 2018:

	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
Australian Dollar	(149,367)	360,882	211,515	(7,468)	18,044	10,576
British Pound	(837,853)	868,255	30,402	(41,893)	43,413	1,520
Euro	(255,299)	520,481	265,182	(12,765)	26,024	13,259
Swiss Franc	(329,238)	627,000	297,762	(16,462)	31,350	14,888
United States Dollar	(612,041)	2,114,170	1,502,129	(30,602)	105,708	75,106
Total	(2,183,798)	4,490,788	2,306,990	(109,190)	224,539	115,349
% of net assets attributable to holders of redeemable units	(43.0%)	88.4%	45.4%	(2.1%)	4.4%	2.3%

Interest Rate Risk

As at September 30, 2019 and September 30, 2018, the Fund did not have significant direct exposure to interest rate risk.

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

Credit Risk

The Fund's exposure to credit risk arises primarily from investments in forward currency contracts. The Fund may limit its exposure to credit losses on forward currency contracts by ensuring there are netting arrangements with each counterparty to the forward currency contracts, such that any gains (amounts owing to the Fund) on individual contracts can be set off against any losses (amounts owing to the counterparty) even in the event of default or bankruptcy. The maximum exposure to credit risk from these contracts is equivalent to the fair value of forward currency contracts that are in a net unrealized gain position as of the reporting date as outlined in the tables below including the effect of master netting or similar arrangements in place with all counterparties, as applicable.

	September 30, 2019	
	Net Unrealized Gain (\$)	Credit Rating
CIBC World Markets Inc.	1,975	Standard & Poor's A-1
National Bank of Canada	1,568	Standard & Poor's A-1
Bank of New York Mellon	10,829	Standard & Poor's A-1

	September 30, 2018	
	Net Unrealized Gain (\$)	Credit Rating
TD Securities Inc.	7,893	Standard & Poor's A-1+
National Bank of Canada	9,898	Standard & Poor's A-1

The counterparties have credit ratings which exceed the minimum requirement outlined in securities legislation. The Fund's cash and margin accounts are maintained at financial institutions with a Standard & Poor's credit rating of AA- and A+; and therefore credit risk is deemed minimal.

Liquidity Risk

The Fund is exposed to liquidity risk on its obligations associated with financial liabilities.

The liquidity risk associated with issued redeemable units is managed by investing in a diversified portfolio with no more than 10% of its net assets in illiquid investments at the time of purchase. The Fund may also borrow temporarily to fund redemptions or settle trades.

The Fund writes cash secured put options in accordance with its investment objectives and strategies. The value of the securities and/or cash required to satisfy the options if they were exercised, is presented in the table below. There were no put option contracts held as at September 30, 2019.

Value of securities or cash required to satisfy put options	Less than 1 month (\$)	1 to 3 months (\$)	Greater than 3 months and less than one year (\$)	Total (\$)
September 30, 2018	190,520	73,624	-	264,144

All other obligations were due within 3 months from the financial reporting date. Issued redeemable units are payable on demand.

(c) FAIR VALUE MEASUREMENTS

The following tables illustrate the classification of the Fund's financial instruments within the fair value hierarchy as at September 30, 2019 and September 30, 2018:

As at September 30, 2019	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Bonds - Long	-	107,950	-	107,950
Derivative Assets	-	14,372	-	14,372
Derivative Liabilities	(228)	(663)	-	(891)
Equities - Long	2,308,437	-	-	2,308,437
Total	2,308,209	121,659	-	2,429,868

As at September 30, 2018	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Derivative Assets	-	17,791	-	17,791
Derivative Liabilities	(4,747)	(5,411)	-	(10,158)
Equities - Long	4,717,485	-	-	4,717,485
Total	4,712,738	12,380	-	4,725,118

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

(d) STRUCTURED ENTITIES

The Fund's investments in ETFs are susceptible to market price risk arising from uncertainties about the future values. The Manager makes investment decisions after its due diligence on the strategy and overall quality of the ETF's manager.

The Fund's investments in ETFs as at September 30, 2019 and September 30, 2018 are summarized below:

September 30, 2019	Fair Value of Fund's Investment (\$)	Net Asset Value of ETF (\$)	% of ETF's Net Assets
Technology Select Sector SPDR Fund ETF	5,335	29,708,568,885	-

September 30, 2018	Fair Value of Fund's Investment (\$)	Net Asset Value of ETF (\$)	% of ETF's Net Assets
Technology Select Sector SPDR Fund ETF	4,865	29,667,392,190	-

Statements of Financial Position

As at September 30,	2019		2018	
Assets				
Current Assets				
Cash and cash equivalents	\$	472,784	\$	352,193
Margin accounts (note 11)		15,916		8,863
Subscriptions receivable		50		-
Receivable for investments sold		-		326
Interest receivable		2,198		1,409
Dividends receivable		7,700		21,427
Investments (note 5)		5,051,858		8,014,595
Investments - pledged as collateral (note 5 and 11)		405,242		153,389
Derivative assets		7,742		11,810
		<u>5,963,490</u>		<u>8,564,012</u>
Liabilities				
Current Liabilities				
Management fees payable		8,195		11,531
Expenses payable		2,823		3,977
Redemptions payable		18,528		8,088
Distributions payable		3,388		-
Derivative liabilities		2,911		10,081
		<u>35,845</u>		<u>33,677</u>
Net Assets Attributable to Holders of Redeemable Units	\$	<u>5,927,645</u>	\$	<u>8,530,335</u>
Net Assets Attributable to Holders of Redeemable Units Per Series				
Series A (previously A2) (note 1(b))		5,092,010		7,288,781
Series F		835,635		1,241,554
	\$	<u>5,927,645</u>	\$	<u>8,530,335</u>
Number of Redeemable Units Outstanding (note 6)				
Series A (previously A2) (note 1(b))		596,518		721,639
Series F		91,901		117,069
Net Assets Attributable to Holders of Redeemable Units Per Unit				
Series A (previously A2) (note 1(b))	\$	8.54	\$	10.10
Series F	\$	9.09	\$	10.61

Approved by the Board of Directors of Portland Investment Counsel Inc.

"Michael Lee-Chin"

Director

"Robert Almeida"

Director

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

Statements of Comprehensive Income

for the years ended September 30,	2019	2018
Income		
Net gain (loss) on investments and derivatives		
Dividends	\$ 308,507	\$ 316,994
Interest for distribution purposes	28,810	21,660
Net realized gain (loss) on investments and options	(101,495)	274,367
Net realized gain (loss) on forward currency contracts	(39,656)	(2,717)
Change in unrealized appreciation (depreciation) on investments and derivatives	(909,344)	(145,113)
	<u>(713,178)</u>	<u>465,191</u>
Other income		
Foreign exchange gain (loss) on cash and other net assets	(3,392)	2,030
Total income (net)	<u>(716,570)</u>	<u>467,221</u>
Expenses		
Management fees (note 8)	115,850	135,547
Unitholder reporting costs	135,819	120,909
Audit fees	13,597	14,126
Withholding tax expense (reclaims)	11,861	(17,920)
Custodial fees	7,948	8,681
Transaction costs	3,089	6,283
Independent review committee fees	2,744	2,970
Legal fees	2,115	2,226
Interest expense	89	42
Total operating expenses	<u>293,112</u>	<u>272,864</u>
Less: expenses absorbed by Manager	(122,622)	(103,020)
Net operating expenses	<u>170,490</u>	<u>169,844</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	<u>\$ (887,060)</u>	<u>\$ 297,377</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	\$ -	\$ 27,375
Series A (previously A2) (note 1(b))	\$ (770,313)	\$ 211,446
Series F	\$ (116,747)	\$ 58,556
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit		
Series A	\$ -	\$ 0.20
Series A (previously A2) (note 1(b))	\$ (1.13)	\$ 0.36
Series F	\$ (1.22)	\$ 0.47

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

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

for the years ended September 30,	2019	2018
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period		
Series A	\$ -	\$ 1,284,568
Series A (previously A2) (note 1(b))	7,288,781	4,491,787
Series F	1,241,554	1,641,865
	<u>8,530,335</u>	<u>7,418,220</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units		
Series A	-	27,375
Series A (previously A2) (note 1(b))	(770,313)	211,446
Series F	(116,747)	58,556
	<u>(887,060)</u>	<u>297,377</u>
Distributions to Holders of Redeemable Units		
From net investment income		
Series A	-	(10,030)
Series A (previously A2) (note 1(b))	(129,116)	(98,492)
Series F	(23,000)	(31,527)
	<u>(152,116)</u>	<u>(140,049)</u>
From net realized gains on investments		
Series A	-	-
Series A (previously A2) (note 1(b))	(19,692)	-
Series F	(1,236)	-
	<u>(20,928)</u>	<u>-</u>
From return of capital		
Series A	-	(24,309)
Series A (previously A2) (note 1(b))	(188,937)	(203,857)
Series F	(23,013)	(30,755)
	<u>(211,950)</u>	<u>(258,921)</u>
Net Decrease from Distributions to Holders of Redeemable Units	<u>(384,994)</u>	<u>(398,970)</u>
Redeemable Unit Transactions		
Proceeds from redeemable units issued		
Series A	-	220,100
Series A (previously A2) (note 1(b))	218,562	3,785,671
Series F	137,530	318,517
	<u>356,092</u>	<u>4,324,288</u>
Reinvestments of distributions		
Series A	-	27,632
Series A (previously A2) (note 1(b))	305,840	280,392
Series F	35,366	51,212
	<u>341,206</u>	<u>359,236</u>
Redemptions of redeemable units		
Series A	-	(1,525,336)
Series A (previously A2) (note 1(b))	(1,613,115)	(1,178,166)
Series F	(414,819)	(766,314)
	<u>(2,027,934)</u>	<u>(3,469,816)</u>
Net Increase (Decrease) from Redeemable Unit Transactions	<u>(1,330,636)</u>	<u>1,213,708</u>
Net Assets Attributable to Holders of Redeemable Units at End of Year		
Series A	-	-
Series A (previously A2) (note 1(b))	5,092,010	7,288,781
Series F	835,635	1,241,554
	<u>\$ 5,927,645</u>	<u>\$ 8,530,335</u>

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

Statements of Cash Flows

for the years ended September 30,	2019	2018
Cash Flows from Operating Activities		
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	\$ (887,060)	\$ 297,377
Adjustments for:		
Net realized (gain) loss on investments and options	101,495	(274,367)
Change in unrealized (appreciation) depreciation on investments and derivatives	909,344	145,113
Unrealized foreign exchange (gain) loss on cash	(109)	94
(Increase) decrease in interest receivable	(789)	(48)
(Increase) decrease in dividends receivable	13,727	(6,115)
Increase (decrease) in management fees and expenses payable	(4,490)	2,393
Purchase of investments	(720,332)	(2,791,947)
Proceeds from sale of investments	2,417,601	1,636,065
Net Cash Generated (Used) by Operating Activities	1,829,387	(991,435)
Cash Flows from Financing Activities		
Change in margin cash	(7,053)	6,616
Distributions to holders of redeemable units, net of reinvested distributions	(40,400)	(39,734)
Proceeds from redeemable units issued (note 3)	262,065	2,799,131
Amount paid on redemption of redeemable units (note 3)	(1,923,517)	(1,935,963)
Net Cash Generated (Used) by Financing Activities	(1,708,905)	830,050
Net increase (decrease) in cash and cash equivalents	120,482	(161,385)
Unrealized foreign exchange gain (loss) on cash	109	(94)
Cash and cash equivalents - beginning of year	352,193	513,672
Cash and cash equivalents - end of year	472,784	352,193
Cash and cash equivalents comprise:		
Cash at bank	\$ 198,009	\$ 52,841
Short-term investments	274,775	299,352
	\$ 472,784	\$ 352,193
From operating activities:		
Interest received, net of withholding tax	\$ 28,021	\$ 21,612
Dividends received, net of withholding tax	\$ 310,373	\$ 328,799
From financing activities:		
Interest paid	\$ (89)	\$ (41)

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

Schedule of Investment Portfolio

as at September 30, 2019

No. of Shares/Par Value/ (Contracts)	Security Name	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
BONDS				
Bermuda				
200,000	Digicel Group Limited Callable 6.75% March 1, 2023	\$ 249,628	\$ 126,195	2.1%
Canada				
100,000	Canada Government Bond 2.250% June 1, 2029	105,737	107,950	1.8%
	Total bonds	355,365	234,145	3.9%
EQUITIES - Preferred				
Bermuda				
3,250	Brookfield Infrastructure Partners L.P., Preferred, Series 9, Fixed-Reset	75,726	72,117	
2,000	Brookfield Renewable Partners L.P., Preferred, Series 11, Fixed-Reset	48,467	47,400	
3,000	Brookfield Renewable Partners L.P., Preferred, Series 13, Fixed-Reset	71,852	67,500	
		196,045	187,017	3.1%
Canada				
3,000	AltaGas Ltd. Preferred, Series K, Fixed-Reset	69,093	66,000	
5,500	Bank of Montreal, Preferred, Series 42, Fixed-Reset	135,933	119,405	
15,000	BCE Inc., Preferred, Series AE, Floating Rate	307,274	225,750	
3,000	Brookfield Asset Management Inc., Preferred, Series 2, Floating Rate	51,525	32,010	
2,000	Brookfield Asset Management Inc., Preferred, Series 48, Fixed-Reset	50,000	49,180	
6,000	Brookfield Asset Management Inc., Preferred, Series 8, Floating Rate	131,327	93,000	
3,000	Brookfield Office Properties Inc., Preferred, Series GG, Fixed-Reset	75,000	61,800	
15,000	Brookfield Office Properties Inc., Preferred, Series V, Floating Rate	205,186	150,000	
6,000	Brookfield Renewable Power Inc., Preferred, Series 2, Floating Rate	110,296	86,700	
3,000	Canadian Imperial Bank of Commerce, Preferred, Series 45, Fixed-Reset	75,000	64,020	
8,500	ECN Capital Corp., Preferred, Series C, Fixed-Reset	200,460	178,925	
5,000	Emera Incorporated, Preferred, Series H, Fixed-Reset	125,000	124,000	
4,000	Enbridge Inc., Preferred, Series 11, Fixed-Reset	93,964	61,400	
3,000	Enbridge Inc., Preferred, Series 19, Fixed-Reset	75,000	69,750	
3,000	Kinder Morgan Canada Ltd, Preferred, Series 1, Fixed-Reset	75,000	71,100	
3,000	National Bank of Canada, Preferred, Series 38, Fixed-Reset	75,000	63,600	
7,500	Northland Power Inc., Preferred, Series 1, Fixed-Reset	167,263	107,625	
3,000	Pembina Pipeline Corporation, Preferred, Series 21, Fixed-Reset	75,000	68,700	
4,800	TC Energy Corp, Preferred, Series 2, Floating Rate	86,332	64,560	
3,000	The Toronto-Dominion Bank, Preferred, Series 16, Fixed-Reset	75,000	63,900	
16,000	Thomson Reuters Corporation, Preferred, Series B, Floating Rate	274,442	191,840	
10,000	TransAlta Corporation, Preferred, Series B, Floating Rate	143,094	116,600	
7,000	TransAlta Corporation, Preferred, Series E, Fixed-Reset	168,439	114,940	
		2,844,628	2,244,805	37.9%
	Total equities - preferred	3,040,673	2,431,822	41.0%
EQUITIES - Common				
Australia				
40,000	AusNet Services	48,357	64,919	1.1%
Bermuda				
11,000	Brookfield Property Partners L.P.	277,915	295,790	
5,000	CK Infrastructure Holdings Limited	35,125	44,583	
		313,040	340,373	5.7%
Canada				
2,000	Barrick Gold Corporation	40,236	45,919	
50	iShares 1-5 Year Laddered Corporate Bond Index ETF	986	932	
2,000	iShares S&P/TSX Canadian Preferred Share Index ETF	28,637	23,960	
2,000	Northland Power Inc.	42,325	50,840	
2,500	RioCan Real Estate Investment Trust	59,437	65,950	
10,000	TransAlta Renewables Inc.	127,932	136,300	
		299,553	323,901	5.5%
France				
1,526	TOTAL SA ADR	96,630	105,130	1.8%
Jersey				
3,500	Amcor Limited	53,032	44,599	
1,400	WPP PLC ADR	154,842	116,091	
		207,874	160,690	2.7%

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

Schedule of Investment Portfolio (continued)

as at September 30, 2019

No. of Shares/Par Value/ (Contracts)	Security Name	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
Switzerland				
1,000	Dufry AG	174,116	110,815	1.9%
United Kingdom				
1,800	BHP Group PLC ADR	99,127	102,162	
4,000	Bunzl PLC	130,789	138,462	
1,000	Compass Group PLC	22,304	34,094	
9,500	Dignity PLC	247,502	78,923	
1,800	Royal Dutch Shell PLC ADR Class A	125,951	140,341	
		625,673	493,982	8.3%
United States				
8,000	BlackRock Capital Investment Corporation	75,538	53,100	
2,000	Energy Select Sector SPDR Fund	184,557	156,862	
40	Invesco Fundamental High Yield Corporate Bond ETF	832	1,008	
2,000	Invesco S&P 500 Enhanced Value ETF	79,073	93,004	
10	iShares iBoxx \$ Investment Grade Corporate Bond ETF	1,425	1,689	
1,500	iShares India 50 ETF	55,519	72,933	
5,000	iShares International Select Dividend ETF	195,804	203,629	
300	iShares MSCI Japan ETF	21,628	22,552	
2,000	iShares MSCI South Africa ETF	140,100	125,728	
2,000	Newell Brands, Inc.	51,575	49,602	
5,000	Oaktree Strategic Income Corporation	64,125	54,650	
700	SPDR S&P Global Dividend ETF	58,564	62,618	
50	Technology Select Sector SPDR Fund ETF	2,260	5,335	
1,000	The Kraft Heinz Company	78,420	37,010	
1,000	Vanguard FTSE Europe ETF	71,511	71,026	
500	Vanguard S&P 500 ETF	159,212	180,577	
	Total equities - common	1,240,143	1,191,323	20.1%
	Total investment portfolio	3,005,386	2,791,133	47.1%
		6,401,424	5,457,100	92.0%
DERIVATIVES - OPTIONS¹				
Call Options				
United States				
USD (10)	Newell Brands, Inc., Call 20, 12/20/19	(716)	(1,524)	-
	Total options	(716)	(1,524)	-
FORWARD CURRENCY CONTRACTS (Schedule 1)				
	Total unrealized gain on forward currency contracts	-	7,742	0.1%
	Total unrealized loss on forward currency contracts	-	(1,387)	-
		-	6,355	0.1%
	Net investments	6,400,708	5,461,931	92.1%
	Transaction costs	(5,662)	-	-
		\$ 6,395,046	5,461,931	92.1%
	Other assets less liabilities		465,714	7.9%
	NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 5,927,645	100.0%

¹ The contract size of the options is 100 shares, except as otherwise noted.

Schedule 1

Contract Price	Settlement Date	Purchased Currency			Sold Currency			Unrealized gain (loss) (\$)
		Currency	Amount (\$)	Value as at September 30, 2019 (\$)	Currency	Amount (\$)	Value as at September 30, 2019 (\$)	
81.01001	Dec-19-19	Canadian Dollar	18,516	18,516	Japanese Yen	1,500,000	18,463	52
1.09489	Nov-13-19	Canadian Dollar	36,533	36,533	Australian Dollar	40,000	35,797	736
0.74842	Nov-13-19	Canadian Dollar	53,446	53,446	Swiss Franc	40,000	53,260	186
0.59388	Oct-18-19	Canadian Dollar	210,480	210,480	British Pound	125,000	203,712	6,768
							Unrealized gain	7,742
0.75626	Dec-5-19	Canadian Dollar	1,520,645	1,520,645	United States Dollar	1,150,000	1,522,032	(1,387)
							Unrealized loss	(1,387)

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

(a) OFFSETTING OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

The Fund has a master netting or similar arrangements in place with each counterparty listed below for the execution of forward currency contracts. This means that in the event of default or bankruptcy, the Fund may set off the assets held with the counterparty against the liabilities it owes to the same counterparty. The contracts in place under these arrangements that settle on the same date have been offset and presented as a net figure in the statements of financial position of the Fund and the table below, where there is a legally enforceable right and an intention to settle the contracts on a net basis. There is no collateral associated with these arrangements.

The following table presents the gross amount of recognized financial assets and liabilities of the Fund that are offset under master netting or similar arrangements as at September 30, 2019 and September 30, 2018:

September 30, 2019	National Bank of Canada (\$)	Bank of New York Mellon (\$)
Gross derivative assets	922	6,768
Gross derivative liabilities	-	-
Net exposure	922	6,768

September 30, 2018	TD Securities Inc. (\$)	National Bank of Canada (\$)	Bank of New York Mellon (\$)
Gross derivative assets	6,839	4,971	-
Gross derivative liabilities	-	-	(2,705)
Net exposure	6,839	4,971	(2,705)

(b) RISK MANAGEMENT

Please see note 5 for a description of the various financial risks detailed below.

Price Risk

The Manager moderates price risk through diversification of securities and other financial instruments within the limits of the Fund's investment objectives and strategy.

If the price of investments held by the Fund on September 30, 2019 had been higher or lower by 5%, the net assets attributable to holders of redeemable units of the Fund would have been higher or lower by \$272,779 (September 30, 2018: \$408,030). Actual results may differ from the above sensitivity analysis and the difference could be material.

Concentration Risk

The following tables present the Fund's exposure as a percentage of its net assets attributable to holders of redeemable units by geographic region and industry sector, as at September 30, 2019 and September 30, 2018.

By Geographic Region	September 30, 2019	September 30, 2018
Canada	45.2%	41.9%
United States	20.1%	23.4%
Bermuda	10.9%	11.4%
United Kingdom	8.3%	10.5%
Other Net Assets (Liabilities)	7.9%	4.2%
Jersey	2.7%	0.9%
Switzerland	1.9%	3.0%
France	1.8%	1.6%
Australia	1.1%	1.9%
Forward Currency Contracts	0.1%	0.1%
Sweden	-	1.1%
Total	100.0%	100.0%

By Industry Sector	September 30, 2019	September 30, 2018
Exchange Traded Funds	17.1%	15.9%
Utilities	16.5%	16.5%
Financials	13.1%	16.7%
Real Estate	12.8%	10.1%
Energy	8.7%	10.5%
Other Net Assets (Liabilities)	7.9%	4.2%
Communication Services	5.8%	-
Industrials	5.6%	1.9%
Consumer Discretionary	4.6%	9.3%
Materials	3.3%	4.1%
Corporate Bonds	2.1%	2.5%
Government Bonds	1.8%	-
Consumer Staples	0.6%	3.5%
Forward Currency Contracts	0.1%	0.1%
Telecommunication Services	-	4.3%
Health Care	-	0.4%
Total	100.0%	100%

Currency Risk

The tables below indicate the foreign currencies to which the Fund had significant direct exposure at September 30, 2019 and September 30, 2018, in Canadian dollar terms, net of the notional amounts of forward currency contracts. The table also illustrates the potential impact on the net assets attributable to holders of redeemable units if the Canadian dollar had strengthened or weakened by 5% in relation to each of the other currencies, with all other variables held constant.

September 30, 2019:

	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
Australian Dollar	(35,797)	109,518	73,721	(1,790)	5,476	3,686
British Pound	(203,285)	251,479	48,194	(10,164)	12,574	2,410
Hong Kong Dollar	-	44,583	44,583	-	2,229	2,229
Japanese Yen	(18,463)	-	(18,463)	(923)	-	(923)
Swiss Franc	(53,029)	110,815	57,786	(2,651)	5,541	2,890
United States Dollar	(1,456,376)	1,825,636	369,260	(72,819)	91,282	18,463
Total	(1,766,950)	2,342,031	575,081	(88,347)	117,102	28,755
% of net assets attributable to holders of redeemable units	(29.8%)	39.5%	9.7%	(1.5%)	2.0%	0.5%

September 30, 2018:

	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
Australian Dollar	(78,067)	160,717	82,650	(3,903)	8,036	4,133
British Pound	(419,371)	456,333	36,962	(20,969)	22,817	1,848
Hong Kong Dollar	-	51,149	51,149	-	2,557	2,557
Japanese Yen	(97,035)	-	(97,035)	(4,852)	-	(4,852)
Swedish Krona	-	91,501	91,501	-	4,575	4,575
Swiss Franc	(144,865)	256,983	112,118	(7,243)	12,849	5,606
United States Dollar	(1,260,934)	2,917,148	1,656,214	(63,047)	145,857	82,810
Total	(2,000,272)	3,933,831	1,933,559	(100,014)	196,691	96,677
% of net assets attributable to holders of redeemable units	(23.4%)	46.1%	22.7%	(1.2%)	2.3%	1.1%

The Fund has indirect exposure to currency risk through ETFs which may hold securities traded in foreign currencies.

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

Interest Rate Risk

As at September 30, 2019 and September 30, 2018, the Fund had direct exposure to interest rate risk from its holdings of interest bearing financial instruments. If there had been a parallel upward shift of interest rates of 25 basis points on September 30, 2019, the net assets of the Fund would have been lower by approximately \$25,730 (September 30, 2018: \$22,241). Similarly, if there had been a parallel downward shift of interest rates of 25 basis points the net assets of the Fund would have been higher by approximately \$26,154 (September 30, 2018: \$17,092).

The Fund has indirect exposure to interest rate risk through its investments in fixed income ETFs.

Credit Risk

The Fund's exposure to credit risk arises primarily from investments in forward currency contracts and preferred shares. The Fund also has indirect exposure to credit risk through its investments in ETFs.

The Fund may limit its exposure to credit losses on forward currency contracts by ensuring there are netting arrangements with each counterparty to the forward currency contracts, such that any gains (amounts owing to the Fund) on individual contracts can be set off against any losses (amounts owing to the counterparty) even in the event of default or bankruptcy. The maximum exposure to credit risk from these contracts is equivalent to the fair value of forward currency contracts that are in a net unrealized gain position as of the reporting date as outlined in the tables below including the effect of master netting or similar arrangements in place with all counterparties, as applicable.

	September 30, 2019	
	Net Unrealized Gain (\$)	Credit Rating
Bank of New York Mellon	6,768	Standard & Poor's A-1
National Bank of Canada	921	Standard & Poor's A-1
CIBC World Markets Inc.	52	Standard & Poor's A-1

	September 30, 2018	
	Net Unrealized Gain (\$)	Credit Rating
TD Securities Inc.	6,839	Standard & Poor's A-1+
National Bank of Canada	4,971	Standard & Poor's A-1

The counterparties have credit ratings which exceed the minimum requirement outlined in securities legislation.

The table below shows preferred shares as a percentage of net assets held under each credit rating (Standard & Pooers).

Portfolio by Rating Category	Percentage of Net Assets	
	As at September 30, 2019	As at September 28, 2018
P-1	-	-
P-2	19.6%	20.4%
P-3	21.4%	17.6%
N/R	-	5.5%

The Fund's cash and margin accounts are maintained at financial institutions with a Standard & Poor's credit rating of AA- and A+; and therefore credit risk is deemed minimal.

Liquidity Risk

The Fund is exposed to liquidity risk on its obligations associated with financial liabilities.

The liquidity risk associated with issued redeemable units is managed by investing in a diversified portfolio with no more than 10% of its net assets in illiquid investments at the time of purchase. The Fund may also borrow temporarily to fund redemptions or settle trades.

The Fund writes cash secured put options in accordance with its investment objectives and strategies. The value of the securities and/or cash required to satisfy the options if they were exercised, is presented in the table below. There were no put option contracts held as at September 30, 2019.

Value of securities or cash required to satisfy put options	Less than 1 month (\$)	1 to 3 months (\$)	Greater than 3 months and less than one year (\$)	Total (\$)
September 30, 2018	319,686	100,748	-	420,434

All other obligations were due within 3 months from the financial reporting date. Issued redeemable units are payable on demand.

(c) FAIR VALUE MEASUREMENTS

The following tables illustrate the classification of the Fund's financial instruments within the fair value hierarchy as at September 30, 2019 and September 30, 2018:

As at September 30, 2019	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Bonds - Long	-	234,145	-	234,145
Derivative Assets	-	7,742	-	7,742
Derivative Liabilities	-	(2,911)	-	(2,911)
Equities - Long	5,222,955	-	-	5,222,955
Total	5,222,955	238,976	-	5,461,931

As at September 30, 2018	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Bonds - Long	-	215,383	-	215,383
Derivative Assets	-	11,810	-	11,810
Derivative Liabilities	(7,376)	(2,705)	-	(10,081)
Equities - Long	7,952,601	-	-	7,952,601
Total	7,945,225	224,488	-	8,169,713

(d) STRUCTURED ENTITIES

The Fund's investments in ETFs are susceptible to market price risk arising from uncertainties about the future values. The Manager makes investment decisions after its due diligence on the strategy and overall quality of the ETF's manager.

The Fund's investments in ETFs as at September 30, 2019 and September 30, 2018 are summarized below:

September 30, 2019	Fair Value of Fund's Investment (\$)	Net Asset Value of ETF (\$)	% of ETF's Net Assets
Energy Select Sector SPDR Fund	156,862	13,272,479,785	-
Invesco Fundamental High Yield Corporate Bond ETF	1,008	998,391,062	-
Invesco S&P 500 Enhanced Value ETF	93,004	86,028,472	0.1%
iShares 1-5 Year Laddered Corporate Bond Index ETF	932	1,032,100,000	-
iShares iBoxx \$ Investment Grade Corporate Bond ETF	1,689	47,999,050,530	-
iShares India 50 ETF	72,933	994,319,798	-
iShares International Select Dividend ETF	203,629	5,630,347,530	-
iShares MSCI Japan ETF	22,552	15,380,183,650	-
iShares MSCI South Africa ETF	125,728	490,340,234	-
iShares S&P/TSX Canadian Preferred Share Index ETF	23,960	1,277,070,000	-
SPDR S&P Global Dividend ETF	62,618	366,760,875	-
Technology Select Sector SPDR Fund	5,335	29,708,568,885	-
Vanguard FTSE Europe ETF	71,026	16,840,830,775	-
Vanguard S&P 500 ETF	180,577	160,693,706,200	-

September 30, 2018	Fair Value of Fund's Investment (\$)	Net Asset Value of ETF (\$)	% of ETF's Net Assets
Energy Select Sector SPDR Fund	195,659	23,809,242,780	-
Invesco Fundamental High Yield Corporate Bond ETF	957	1,254,155,984	-
Invesco S&P 500 Enhanced Value ETF	91,277	34,277,420	0.3%
iShares 1-5 Year Laddered Corporate Bond Index ETF	910	1,172,400,000	-
iShares iBoxx \$ Investment Grade Corporate Bond ETF	1,485	43,926,174,870	-
iShares India 50 ETF	66,262	1,128,656,687	-
iShares International Select Dividend ETF	252,879	5,793,037,334	-
iShares MSCI Japan ETF	194,490	21,611,758,635	-
iShares MSCI South Africa ETF	138,594	533,587,073	-
iShares S&P/TSX Canadian Preferred Share Index ETF	28,360	1,563,500,000	-
SPDR S&P Global Dividend ETF	61,374	267,415,466	-
Technology Select Sector SPDR Fund ETF	4,865	29,667,392,190	-
Vanguard FTSE Europe ETF	72,617	21,202,434,750	-
Vanguard S&P 500 ETF	258,701	134,889,592,800	-

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

Statements of Financial Position

As at September 30,	2019	2018
Assets		
Current Assets		
Cash and cash equivalents	\$ -	\$ 20,361
Subscriptions receivable	200	-
Receivable for investments sold	39,350	-
Dividends receivable	367	320
Investments (note 5)	405,221	603,749
	<u>445,138</u>	<u>624,430</u>
Liabilities		
Current Liabilities		
Bank overdraft	32,298	-
Management fees payable	633	886
Expenses payable	220	289
	<u>33,151</u>	<u>1,175</u>
Net Assets Attributable to Holders of Redeemable Units	<u>\$ 411,987</u>	<u>\$ 623,255</u>
Net Assets Attributable to Holders of Redeemable Units Per Series		
Series A	166,619	353,285
Series F	245,368	269,970
	<u>\$ 411,987</u>	<u>\$ 623,255</u>
Number of Redeemable Units Outstanding (note 6)		
Series A	24,839	42,108
Series F	36,555	31,862
Net Assets Attributable to Holders of Redeemable Units Per Unit		
Series A	\$ 6.71	\$ 8.39
Series F	\$ 6.71	\$ 8.47

Approved by the Board of Directors of Portland Investment Counsel Inc.

"Michael Lee-Chin"

Director

"Robert Almeida"

Director

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

Statements of Comprehensive Income

for the years ended September 30,	2019	2018
Income		
Net gain (loss) on investments		
Dividends	\$ 6,408	\$ 5,223
Interest for distribution purposes	-	161
Net realized gain (loss) on investments	(20,760)	(4,433)
Change in unrealized appreciation (depreciation) on investments	(43,878)	48,214
	<u>(58,230)</u>	<u>49,165</u>
Other income		
Foreign exchange gain (loss) on cash and other net assets	(129)	(118)
Total income (net)	<u>(58,359)</u>	<u>49,047</u>
Expenses		
Unitholder reporting costs	82,649	83,492
Audit fees	13,643	14,202
Management fees (note 8)	8,803	11,043
Independent review committee fees	2,753	2,986
Legal fees	2,122	1,886
Transaction costs	502	207
Custodial fees	418	337
Withholding tax expense	61	114
Interest expense	18	-
Minimum Tax	-	1,181
Total operating expenses	<u>110,969</u>	<u>115,448</u>
Less: expenses absorbed by Manager	<u>(98,672)</u>	<u>(99,446)</u>
Net operating expenses	<u>12,297</u>	<u>16,002</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	<u>\$ (70,656)</u>	<u>\$ 33,045</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	\$ (41,704)	\$ 18,316
Series F	\$ (28,952)	\$ 14,729
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit		
Series A	\$ (1.05)	\$ 0.40
Series F	\$ (0.80)	\$ 0.51

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

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

for the years ended September 30,	2019		2018	
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period				
Series A	\$	353,285	\$	383,479
Series F		269,970		211,192
		<u>623,255</u>		<u>594,671</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units				
Series A		(41,704)		18,316
Series F		(28,952)		14,729
		<u>(70,656)</u>		<u>33,045</u>
Distributions to Holders of Redeemable Units				
From net investment income				
Series A		(26,166)		(53)
Series F		(25,238)		(35)
		<u>(51,404)</u>		<u>(88)</u>
From net realized gains on investments				
Series A		-		(92)
Series F		-		(3,333)
		<u>-</u>		<u>(3,425)</u>
Net Decrease from Distributions to Holders of Redeemable Units		<u>(51,404)</u>		<u>(3,513)</u>
Redeemable Unit Transactions				
Proceeds from redeemable units issued				
Series A		2,600		7,134
Series F		57,857		49,927
		<u>60,457</u>		<u>57,061</u>
Reinvestments of distributions				
Series A		26,166		145
Series F		25,238		3,368
		<u>51,404</u>		<u>3,513</u>
Redemptions of redeemable units				
Series A		(147,562)		(55,644)
Series F		(53,507)		(5,878)
		<u>(201,069)</u>		<u>(61,522)</u>
Net Increase (Decrease) from Redeemable Unit Transactions		<u>(89,208)</u>		<u>(948)</u>
Net Assets Attributable to Holders of Redeemable Units at End of Period				
Series A		166,619		353,285
Series F		245,368		269,970
	\$	<u>411,987</u>	\$	<u>623,255</u>

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

Statements of Cash Flows

for the years ended September 30,	2019	2018
Cash Flows from Operating Activities		
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	\$ (70,656)	\$ 33,045
Adjustments for:		
Net realized (gain) loss on investments	20,760	4,433
Change in unrealized (appreciation) depreciation on investments	43,878	(48,214)
Unrealized foreign exchange (gain) loss on cash	(28)	18
(Increase) decrease in dividends receivable	(47)	60
Increase (decrease) in management fees and expenses payable	(322)	33
Purchase of investments	(52,539)	(93,788)
Proceeds from sale of investments	147,079	74,852
Net Cash Generated (Used) by Operating Activities	88,125	(29,561)
Cash Flows from Financing Activities		
Increase (decrease) in bank overdraft	32,298	-
Proceeds from redeemable units issued (note 3)	60,257	8,368
Amount paid on redemption of redeemable units (note 3)	(201,069)	(12,829)
Net Cash Generated (Used) by Financing Activities	(108,514)	(4,461)
Net increase (decrease) in cash and cash equivalents	(20,389)	(34,022)
Unrealized foreign exchange gain (loss) on cash	28	(18)
Cash and cash equivalents - beginning of period	20,361	54,401
Cash and cash equivalents - end of period	-	20,361
Cash and cash equivalents comprise:		
Cash at bank	\$ -	\$ 20,361
From operating activities:		
Interest received, net of withholding tax	\$ -	\$ 161
Dividends received, net of withholding tax	\$ 6,300	\$ 5,169
From financing activities:		
Interest paid	\$ (18)	\$ -

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

Schedule of Investment Portfolio

as at September 30, 2019

No. of Shares	Security Name	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
EQUITIES				
Bermuda				
649	Brookfield Business Partners L.P.	\$ 17,390	\$ 33,783	
1,800	Liberty Latin America Ltd. Class A	50,654	40,707	
		<u>68,044</u>	<u>74,490</u>	18.1%
British Virgin Islands				
2,250	Nomad Foods Ltd.	30,879	61,109	14.8%
Canada				
14,600	Baytex Energy Corporation	72,847	28,616	
415	Brookfield Asset Management Inc. Class A	18,202	29,189	
10,000	CES Energy Solutions Corp.	23,580	20,500	
6,373	Crescent Point Energy Corp.	96,431	36,071	
795	Linamar Corporation	46,989	34,241	
8,880	Whitecap Resources, Inc.	74,012	40,848	
		<u>332,061</u>	<u>189,465</u>	46.0%
Guernsey				
1,795	Pershing Square Holdings, Ltd.	37,218	45,707	11.1%
United States				
125	Berkshire Hathaway Inc. Class B	22,847	34,450	8.4%
	Total investment portfolio	491,049	405,221	98.4%
	Transaction costs	(3,762)	-	-
		<u>\$ 487,287</u>	<u>405,221</u>	98.4%
	Other assets less liabilities		6,766	1.6%
	NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		<u>\$ 411,987</u>	100.0%

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

(a) RISK MANAGEMENT

Please see note 5 for a description of the various financial risks detailed below.

Price Risk

The Manager moderates price risk through diversification of securities and other financial instruments within the limits of the Fund's investment objectives and strategy.

If the price of investments held by the Fund on September 30, 2019 had been higher or lower by 5%, the net assets attributable to holders of redeemable units of the Fund would have been higher or lower by \$20,261 (September 30, 2018: \$30,187). Actual results may differ from the above sensitivity analysis and the difference could be material.

Concentration Risk

The following tables present the Fund's exposure as a percentage of its net assets attributable to holders of redeemable units by geographic region and by industry sector as at September 30, 2019 and September 30, 2018:

By Geographic Region	September 30, 2019	September 30, 2018
Canada	46.0%	33.4%
Bermuda	18.1%	20.9%
British Virgin Islands	14.8%	15.3%
Guernsey	11.1%	9.5%
United States	8.4%	17.8%
Other Net Assets (Liabilities)	1.6%	3.1%
Total	100.0%	100.0%

By Industry Sector	September 30, 2019	September 30, 2018
Energy	30.7%	21.4%
Financials	26.5%	22.8%
Consumer Staples	14.8%	21.3%
Communication Services	9.9%	-
Consumer Discretionary	8.3%	16.3%
Industrials	8.2%	15.1%
Other Net Assets (Liabilities)	1.6%	3.1%
Total	100.0%	100.0%

Currency Risk

The tables below indicate the foreign currencies to which the Fund had significant exposure as at September 30, 2019 and September 30, 2018, in Canadian dollar terms. The table also illustrates the potential impact on the net assets attributable to holders of redeemable units if the Canadian dollar had strengthened or weakened by 5% in relation to each of the other currencies, with all other variables held constant.

September 30, 2019:

	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
United States Dollar	39,887	244,945	284,832	1,995	12,247	14,242
Total	39,887	244,945	284,832	1,995	12,247	14,242
% of net assets attributable to holders of redeemable units	9.7%	59.4%	69.1%	0.5%	3.0%	3.5%

September 30, 2018:

	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
United States Dollar	1,333	425,054	426,387	66	21,253	21,319
Total	1,333	425,054	426,387	66	21,253	21,319
% of net assets attributable to holders of redeemable units	0.2%	68.2%	68.4%	-	3.4%	3.4%

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

Interest Rate Risk

As at September 30, 2019 and September 30, 2018, the Fund did not have significant direct exposure to interest rate risk.

Credit Risk

As at September 30, 2019 and September 30, 2018, the Fund did not have significant direct exposure to credit risk.

Liquidity Risk

The Fund is exposed to liquidity risk on its obligations associated with financial liabilities.

The liquidity risk associated with issued redeemable units is managed by investing in a diversified portfolio with no more than 10% of its net assets in illiquid investments at the time of purchase. The Fund may also borrow temporarily to fund redemptions or settle trades. All other obligations were due within 3 months from the financial reporting date. Issued redeemable units are payable on demand.

(b) FAIR VALUE MEASUREMENTS

The following tables illustrate the classification of the Fund's financial instruments within the fair value hierarchy as at September 30, 2019 and September 30, 2018:

As at September 30, 2019	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities - Long	405,221	-	-	405,221
Total	405,221	-	-	405,221

As at September 30, 2018	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities - Long	603,749	-	-	603,749
Total	603,749	-	-	603,749

(c) STRUCTURED ENTITIES

As at September 30, 2019 and September 30, 2018, the Fund did not have any investments in structured entities.

Statements of Financial Position

As at September 30,	2019	2018
Assets		
Current Assets		
Cash and cash equivalents	\$ 419,563	\$ 284,695
Subscriptions receivable	8,500	-
Dividends receivable	691	328
Investments (note 5)	1,200,914	1,198,386
	<u>1,629,668</u>	<u>1,483,409</u>
Liabilities		
Current Liabilities		
Management fees payable	2,231	2,402
Expenses payable	783	689
	<u>3,014</u>	<u>3,091</u>
Net Assets Attributable to Holders of Redeemable Units	<u>\$ 1,626,654</u>	<u>\$ 1,480,318</u>
Net Assets Attributable to Holders of Redeemable Units Per Series		
Series A	902,234	1,103,679
Series F	724,420	376,639
	<u>\$ 1,626,654</u>	<u>\$ 1,480,318</u>
Number of Redeemable Units Outstanding (note 6)		
Series A	96,942	110,538
Series F	76,327	37,126
Net Assets Attributable to Holders of Redeemable Units Per Unit		
Series A	\$ 9.31	\$ 9.98
Series F	\$ 9.49	\$ 10.14

Approved by the Board of Directors of Portland Investment Counsel Inc.

"Michael Lee-Chin"

Director

"Robert Almeida"

Director

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

Statements of Comprehensive Income

for the years ended September 30,	2019	2018
Income		
Net gain (loss) on investments		
Dividends	\$ 21,891	\$ 16,024
Interest for distribution purposes	2,091	2,451
Net realized gain (loss) on investments	(3,767)	602
Change in unrealized appreciation (depreciation) on investments	(28,823)	32,423
	<u>(8,608)</u>	<u>51,500</u>
Other income		
Foreign exchange gain (loss) on cash and other net assets	(176)	(650)
Total income (net)	<u>(8,784)</u>	<u>50,850</u>
Expenses		
Unitholder reporting costs	81,748	71,379
Management fees (note 8)	27,625	23,647
Audit fees	13,650	13,782
Independent review committee fees	2,754	2,988
Legal fees	2,438	1,859
Custodial fees	1,509	3,089
Withholding tax expense	1,122	916
Transaction costs	391	248
Interest expense	12	-
Total operating expenses	<u>131,249</u>	<u>117,908</u>
Less: expenses absorbed by Manager	<u>(93,850)</u>	<u>(86,084)</u>
Net operating expenses	<u>37,399</u>	<u>31,824</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	<u>\$ (46,183)</u>	<u>\$ 19,026</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	\$ (39,788)	\$ 9,864
Series F	\$ (6,395)	\$ 9,162
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit		
Series A	\$ (0.37)	\$ 0.11
Series F	\$ (0.13)	\$ 0.24

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

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

for the years ended September 30,	2019		2018	
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period				
Series A	\$	1,103,679	\$	583,373
Series F		376,639		373,406
		<u>1,480,318</u>		<u>956,779</u>
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units				
Series A		(39,788)		9,864
Series F		(6,395)		9,162
		<u>(46,183)</u>		<u>19,026</u>
Distributions to Holders of Redeemable Units				
From net investment income				
Series A		(36,341)		-
Series F		(14,963)		(4)
Net Decrease from Distributions to Holders of Redeemable Units		<u>(51,304)</u>		<u>(4)</u>
Redeemable Unit Transactions				
Proceeds from redeemable units issued				
Series A		225,073		529,922
Series F		445,560		25,872
		<u>670,633</u>		<u>555,794</u>
Reinvestments of distributions				
Series A		36,341		-
Series F		14,963		4
		<u>51,304</u>		<u>4</u>
Redemptions of redeemable units				
Series A		(386,730)		(19,480)
Series F		(91,384)		(31,801)
		<u>(478,114)</u>		<u>(51,281)</u>
Net Increase (Decrease) from Redeemable Unit Transactions		<u>243,823</u>		<u>504,517</u>
Net Assets Attributable to Holders of Redeemable Units at End of Period				
Series A		902,234		1,103,679
Series F		724,420		376,639
	\$	<u>1,626,654</u>	\$	<u>1,480,318</u>

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

Statements of Cash Flows

for the years ended September 30,	2019	2018
Cash Flows from Operating Activities		
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	\$ (46,183)	\$ 19,026
Adjustments for:		
Net realized (gain) loss on investments	3,767	(602)
Change in unrealized (appreciation) depreciation on investments	28,823	(32,423)
Unrealized foreign exchange (gain) loss on cash	(1)	(47)
(Increase) decrease in dividends receivable	(363)	(141)
Increase (decrease) in management fees and expenses payable	(77)	1,337
Purchase of investments	(385,636)	(633,884)
Proceeds from sale of investments	350,518	57,071
Net Cash Generated (Used) by Operating Activities	(49,152)	(589,663)
Cash Flows from Financing Activities		
Proceeds from redeemable units issued (note 3)	662,133	555,794
Amount paid on redemption of redeemable units (note 3)	(478,114)	(51,281)
Net Cash Generated (Used) by Financing Activities	184,019	504,513
Net increase (decrease) in cash and cash equivalents	134,867	(85,150)
Unrealized foreign exchange gain (loss) on cash	1	47
Cash and cash equivalents - beginning of period	284,695	369,798
Cash and cash equivalents - end of period	419,563	284,695
Cash and cash equivalents comprise:		
Cash at bank	\$ 69,683	\$ 84,831
Short-term investments	349,880	199,864
	\$ 419,563	\$ 284,695
From operating activities:		
Interest received, net of withholding tax	\$ 2,091	\$ 2,451
Dividends received, net of withholding tax	\$ 20,406	\$ 14,967
From financing activities:		
Interest paid	\$ (12)	\$ -

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

Schedule of Investment Portfolio

as at September 30, 2019

No. of Shares	Security Name	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
EQUITIES				
Australia				
96,170	Telix Pharmaceuticals Limited	\$ 103,839	\$ 135,014	8.3%
Bermuda				
3,866	Liberty Latin America Ltd. Class A	103,186	87,430	5.4%
Canada				
1,173	Brookfield Asset Management Inc. Class A	60,277	82,504	
1,225	Canopy Growth Corporation	59,139	37,179	
1,003	Fortis, Inc.	44,661	56,178	
1,893	Linamar Corporation	108,387	81,532	
20,342	Whitecap Resources, Inc.	132,790	93,573	
		405,254	350,966	21.6%
Panama				
991	Carnival Corporation	76,201	57,388	3.5%
United States				
41	Alphabet Inc. Class A	52,984	66,331	
412	Berkshire Hathaway Inc. Class B	96,983	113,545	
97	BlackRock, Inc.	57,130	57,269	
407	Danaher Corporation	45,719	77,879	
255	Facebook, Inc. Class A	56,949	60,162	
769	Fortive Corporation	67,657	69,850	
802	Oracle Corporation	48,986	58,471	
909	Walgreens Boots Alliance, Inc.	81,985	66,609	
		508,393	570,116	35.0%
	Total investment portfolio	1,196,873	1,200,914	73.8%
	Transaction costs	(813)	-	-
		\$ 1,196,060	1,200,914	73.8%
	Other assets less liabilities		425,740	26.2%
	NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		\$ 1,626,654	100.0%

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

(a) RISK MANAGEMENT

Please see note 5 for a description of the various financial risks detailed below.

Price Risk

The Manager moderates price risk through diversification of securities and other financial instruments within the limits of the Fund's investment objectives and strategy.

If the price of investments held by the Fund on September 30, 2019 had been higher or lower by 5%, the net assets attributable to holders of redeemable units of the Fund would have been higher or lower by \$60,046 (September 30, 2018: \$59,919). Actual results may differ from the above sensitivity analysis and the difference could be material.

Concentration Risk

The following tables present the Fund's exposure as a percentage of its net assets attributable to holders of redeemable units by geographic region and by industry sector as at September 30, 2019 and September 30, 2018:

By Geographic Region	September 30, 2019	September 30, 2018
United States	35.0%	43.0%
Other Net Assets (Liabilities)	26.2%	19.0%
Canada	21.6%	20.1%
Australia	8.3%	-
Bermuda	5.4%	14.3%
Panama	3.5%	3.6%
Total	100.0%	100.0%

By Industry Sector	September 30, 2019	September 30, 2018
Other Net Assets (Liabilities)	26.2%	19.0%
Financials	15.5%	15.0%
Health Care	15.3%	7.2%
Communication services	13.2%	-
Consumer Discretionary	8.5%	15.0%
Energy	5.8%	4.4%
Industrials	4.3%	6.0%
Consumer Staples	4.1%	9.8%
Information Technology	3.6%	10.9%
Utilities	3.5%	8.8%
Real Estate	-	3.9%
Total	100.0%	100.0%

Currency Risk

The tables below indicate the foreign currencies to which the Fund had significant exposure at September 30, 2019 and September 30, 2018, in Canadian dollar terms. The table also illustrates the potential impact on the net assets attributable to holders of redeemable units if the Canadian dollar had strengthened or weakened by 5% in relation to each of the other currencies, with all other variables held constant.

September 30, 2019:

	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
Australian Dollar	-	135,013	135,013	-	6,751	6,751
United States Dollar	4,971	797,439	802,410	248	39,872	40,120
Total	4,971	932,452	937,423	248	46,623	46,871
% of net assets attributable to holders of redeemable units	0.3%	57.3%	57.6%	-	2.9%	2.9%

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

September 30, 2018:

	Exposure			Impact on net assets attributable to holders of redeemable units		
	Monetary (\$)	Non-monetary (\$)	Total (\$)	Monetary (\$)	Non-monetary (\$)	Total (\$)
United States Dollar	2,181	963,097	965,278	109	48,155	48,264
Total	2,181	963,097	965,278	109	48,155	48,264
% of net assets attributable to holders of redeemable units	0.1%	65.1%	65.2%	-	3.3%	3.3%

Interest Rate Risk

As at September 30, 2019 and September 30, 2018, the Fund did not have significant direct exposure to interest rate risk.

Credit Risk

As at September 30, 2019 and September 30, 2018, the Fund did not have significant direct exposure to credit risk.

Liquidity Risk

The Fund is exposed to liquidity risk on its obligations associated with financial liabilities.

The liquidity risk associated with issued redeemable units is managed by investing in a diversified portfolio with no more than 10% of its net assets in illiquid investments at the time of purchase. The Fund may also borrow temporarily to fund redemptions or settle trades. All other obligations were due within 3 months from the financial reporting date. Issued redeemable units are payable on demand.

(b) FAIR VALUE MEASUREMENTS

The following tables illustrate the classification of the Fund's financial instruments within the fair value hierarchy as at September 30, 2019 and September 30, 2018.

As at September 30, 2019	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities - Long	1,200,914	-	-	1,200,914
Total	1,200,914	-	-	1,200,914

As at September 30, 2018	Assets (Liabilities)			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities - Long	1,198,386	-	-	1,198,386
Total	1,198,386	-	-	1,198,386

(c) STRUCTURED ENTITIES

As at September 30, 2019 and September 30, 2018, the Fund did not have any investments in structured entities.

1. GENERAL INFORMATION

(a) Portland Advantage Fund, Portland Canadian Balanced Fund, Portland Canadian Focused Fund, Portland Global Banks Fund, Portland Global Dividend Fund, Portland Global Income Fund, Portland Value Fund and Portland 15 of 15 Fund (each a Fund and collectively referred to as the Funds) are open-ended mutual funds created under the laws of Ontario in Canada and governed by a master declaration of trust as amended and restated from time to time. The Funds offer units to the public under a simplified prospectus dated April 18, 2019, as may be amended from time to time (the Prospectus). The formation date of the Funds and inception dates of each series of the Funds are as follows:

Name of Fund	Formation Date of Fund	Inception Date		
		Series A (note 1b)	Series F	Series A2 (note 1b)
Portland Advantage Fund	October 1, 2012	October 31, 2012	October 31, 2012	n/a
Portland Canadian Balanced Fund	October 1, 2012	October 31, 2012	October 31, 2012	n/a
Portland Canadian Focused Fund	October 1, 2012	October 31, 2012	October 31, 2012	n/a
Portland Global Banks Fund	June 25, 2007	December 17, 2013	December 17, 2013	July 17, 2007
Portland Global Dividend Fund	April 27, 2007	May 29, 2014	May 29, 2014	May 16, 2007
Portland Global Income Fund	January 27, 2005	February 18, 2005	December 17, 2013	February 18, 2005
Portland Value Fund	April 14, 2015	May 19, 2015	May 19, 2015	n/a
Portland 15 of 15 Fund	April 12, 2017	April 28, 2017	April 28, 2017	n/a

Portland Investment Counsel Inc. (the Manager) is the Investment Fund Manager, Portfolio Manager and Trustee of the Funds. The head office of the Fund is 1375 Kerns Road, Suite 100, Burlington, Ontario L7P 4V7. These financial statements are presented in Canadian dollars and were authorized for issue by the board of directors of the Manager on December 6, 2019. The Funds are authorized to issue an unlimited number of units in an unlimited number of series.

The statements of financial position of the Funds are as at September 30, 2019 and September 30, 2018. The statements of comprehensive income, changes in net assets attributable to holders of redeemable units, and cash flows of the Funds are for the years ended September 30, 2019 and September 30, 2018.

The following table presents the investment objective of each Fund.

Name of Fund	Investment Objective
Portland Advantage Fund	Provide positive long-term total returns by investing primarily in a portfolio of Canadian equities.
Portland Canadian Balanced Fund	Provide positive long-term total returns, consisting of both income and capital gains by investing primarily in a portfolio of fixed income securities and Canadian equity securities.
Portland Canadian Focused Fund	Provide positive long-term total returns by investing primarily in a portfolio of Canadian equities.
Portland Global Banks Fund	Provide positive long-term total returns, consisting of both income and capital gains by investing primarily in a portfolio of global bank equities.
Portland Global Dividend Fund	Provide income and long-term total returns by investing primarily in a high quality portfolio of global dividend paying equities.
Portland Global Income Fund	Provide income and long-term total returns by investing primarily in a high-quality portfolio of fixed/floating rate income securities, preferred shares and dividend paying equities of issuers located anywhere in the world.
Portland Value Fund	Provide positive long-term total returns by investing primarily in a portfolio of global equities.
Portland 15 of 15 Fund	Provide positive long-term total returns by investing primarily in a portfolio of global equities.

(b) Fund Restructuring

Effective April 20, 2018, the Series A Units of Portland Global Income Fund were re-designated as Series A2 Units of Portland Global Income Fund. Immediately following the re-designation, the Series A2 Units of Portland Global Income Fund were re-named Series A. In addition, the Manager reduced the annual management fee payable on Series F Units from 0.85% to 0.65% effective April 20, 2018.

2. BASIS OF PRESENTATION

These financial statements of the Funds have been prepared in compliance with International Financial Reporting Standards (IFRS).

The date of initial application for the new classification and measurement standards in IFRS 9 - Financial Instruments is for fiscal years beginning on or after January 1, 2018. IFRS 9 was adopted by the Funds on October 1, 2017 and has been applied retrospectively by the Funds. There were no changes in measurement attributes for any of the financial assets and liabilities held by the Funds, however, some of the classifications have changed compared to the previous classification under IAS 39.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial instruments

(a) Classification

The Funds have adopted IFRS 9 in these financial statements. IFRS 9 replaced IAS 39 and provides a new framework for classification and measurement of financial assets and liabilities, as well as new standards for hedge accounting. The Funds do not have arrangements in place that meet the criteria for hedge accounting, so those aspects of the standard have not been applied in these financial statements.

The Funds classify financial assets based on the business model used for managing such financial assets and the contractual cash flow characteristics of those financial assets. Each Fund may be divided into sub-portfolios that have different business models. Where contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding (SPPI test), the financial asset will be classified as a financial asset at amortized cost.

Purchases and sales of financial assets are recognized as at their trade date. The Funds classify their investment in equities, fixed income securities and derivatives as financial assets or financial liabilities at fair value through profit or loss (FVTPL).

The Funds' obligation for net assets attributable to holders of redeemable units does not meet the criteria for equity treatment and therefore is presented as a liability on the statement of financial position. The Funds have elected to classify their obligations for net assets attributable to holders of redeemable units as financial liabilities at FVTPL.

All remaining assets and liabilities of the Funds are classified as amortized cost and are reflected at the amount required to be paid, discounted to reflect the time value of money when appropriate.

The Funds' accounting policies for measuring the fair value of its investments and derivatives are similar to those used in measuring its net asset value (NAV) for unitholder transactions; therefore it is expected that net assets attributable to holders of redeemable units will be the same in all material respects as the NAV per unit used in processing unitholder transactions.

Financial assets and liabilities may be offset and the net amount reported in the statements of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. In the normal course of business, the Funds may enter into various master netting agreements or 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, certain events of default or termination of the contracts.

(b) Recognition, de-recognition and measurement

Purchases and sales of financial assets are recognized on their trade date - the date on which the Funds commit to purchase or sell the investment. Financial assets and liabilities are initially recognized at fair value. Transaction costs incurred to acquire financial assets at FVTPL are expensed as incurred in the statements of comprehensive income. Subsequent to initial recognition, all financial assets and liabilities at FVTPL are measured at fair value. Unrealized gains and losses arising from changes in fair value of the FVTPL category are presented in the statements of comprehensive income within 'Change in unrealized appreciation (depreciation) on investments' or 'Change in unrealized appreciation (depreciation) on investments and derivatives' in the period in which they arise. Financial assets at amortized cost are subsequently measured at amortized cost, less any impairment losses. Transaction costs incurred on financial assets or liabilities at amortized cost are amortized over the life of the asset or liability.

Financial assets are de-recognized when the rights to receive cash flows have expired or the Funds have transferred substantially all the risks and rewards of ownership. Upon disposal, the difference between the amount received and the average cost to acquire the financial asset (for financial assets at FVTPL) or the amortized cost (for financial assets at amortized cost) is included within 'Net realized gain (loss) on investments' or 'Net realized gain (loss) on investments and options' in the statements of comprehensive income.

Amounts receivable or payable with respect to derivative transactions, including premiums or discounts received or paid, are included in the statements of financial position under 'Derivative assets' or 'Derivative liabilities'.

When the Funds write an option, an amount equal to fair value which is based on the premium received by the Funds is recorded as a liability. When options are closed, the difference between the premium and the amount received, net of brokerage commissions, or the full amount of the premium if the option expires worthless, is recognized as a gain or loss and is presented in the statements of comprehensive income within 'Net realized gain (loss) on investments and options'. When a written call option is exercised, the amount of gain or loss realized from the disposition of the related investment at the exercise price, plus the premiums received at the time the option was written are included in the statements of comprehensive income within 'Net realized gain (loss) on investments and options'. When a written put option is exercised, the amount of premiums received is deducted from the cost to acquire the related investment.

Option premiums paid when a Fund purchases an option are recorded as an asset. Exchange traded options are valued at their last traded market price where the last traded market price falls within the day's bid-ask spread. In cases where the last traded price is not within the day's bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on specific facts and circumstances.

Realized gains and losses relating to purchased options may arise from:

- i. Expiration of purchased options - realized losses will arise equal to the premium paid;
- ii. Exercise of the purchased options - realized gains will arise up to the intrinsic value of the option net of premiums paid; or

iii. Closing of the purchased options - realized gains or losses will arise equal to the proceeds from selling the options to close the position, net of any premium paid.

Realized gains and losses related to options are included in 'Net realized gain (loss) on investments and options' in the statements of comprehensive income.

Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and marketable securities) are 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 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. If there has been no trade, the mid price (average bid and asking price) as of the close of the business on the reporting date is used to approximate fair value. 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.

Forward contracts are agreements to purchase or sell financial instruments at a specified future date. As forward contracts are not traded on an exchange, the agreements between counterparties are not standardized. Changes in value of forward contracts are settled only on termination of the contract. Open forward contracts are revalued to fair value in the statements of comprehensive income based on the difference between the contract rate and the applicable forward rate. Gains and losses associated with the valuation of open forward contracts are recorded in the statements of comprehensive income as 'Change in unrealized appreciation (depreciation) of investments and derivatives'. The cumulative change in value upon settlement is included in the statements of comprehensive income as 'Net realized gain (loss) on forward currency contracts'.

The fair value of bonds is based on closing bid quotations provided by independent security pricing services.

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. A structured entity often has some or all of the following features or attributes:

- a) restricted activities;
- b) a narrow and well-defined objective, such as to provide investment opportunities for investors by passing on risks and rewards associated with the assets of the structured entity to investors;
- c) insufficient equity to permit the structured entity to finance its activities without subordinate financial support; and
- d) financing in the form of multiple contractually linked instruments to investors that create concentrations of credit or other risks (tranches).

The Funds consider all of their investments in exchange traded funds (ETFs) to be investments in unconsolidated structured entities. ETFs are bought and sold on the stock market on which they are traded and are valued at the last traded price as per above section on Fair Value Measurement.

The change in fair value of each ETF is included in the statements of comprehensive income in 'Change in unrealized appreciation (depreciation) of the investments' or 'Change in unrealized appreciation (depreciation) on investments and derivatives'.

Revenue recognition

'Interest for distribution purposes' shown on the statements of comprehensive income represents the stated rate of interest earned by the Funds on fixed income securities accounted for on an accrual basis, as applicable. The Funds do not amortize premiums paid or discounts received on the purchase of fixed income securities other than zero coupon debt securities which are amortized on a straight line basis. Interest receivable is shown separately in the statements of financial position based on the debt instruments' stated rates of interest. Dividends on equity investments are recognized as income on the ex-dividend date.

Foreign currency translation

The Funds' subscriptions and redemptions are denominated in Canadian dollars, which is also its functional and presentation currency. Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates that transactions occur. Assets and liabilities denominated in a foreign currency are translated into the functional currency using the exchange rate prevailing at the reporting date. Foreign exchange gains and losses related to assets and liabilities at amortized cost are recognized in profit and loss and are presented as 'Foreign exchange gain (loss) on cash and other net assets' on the statements of comprehensive income. Realized foreign exchange gains and losses related to investments and options are recognized when incurred and are presented in the statements of comprehensive income within 'Net realized gain (loss) on investments' or 'Net realized gain (loss) on investments and options'. Realized gains and losses on forward currency contracts are recognized when incurred and are presented in the statements of comprehensive income within 'Net realized gain (loss) on forward currency contracts'.

Unrealized exchange gains or losses on investments, options and forward currency contracts are included in 'Change in unrealized appreciation (depreciation) of investments' or 'Change in unrealized appreciation (depreciation) on investments and derivatives' in the statements of comprehensive income.

'Foreign exchange gain (loss) on cash and other net assets' arise from sale of foreign currencies, currency gains or losses realized between trade and settlement dates on securities transactions, and the difference between the recorded amounts of dividend, interest and foreign withholding taxes and the Canadian dollar equivalent of the amounts actually received or paid.

Cash and cash equivalents

The Funds consider highly liquid investments with an original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value to be cash equivalents. Cash is comprised of deposits with financial institutions. Where cash and cash equivalents are in a net bank overdraft positions, these are presented as current liabilities in the statements of financial position.

Cost of investments

The cost of investments represents the cost for each security and amortization of premiums and discounts on fixed income securities with the exception of zero coupon bonds. The cost of each investment is determined on an average basis by dividing the total cost of such investment by the number of shares purchased. On the schedule of investment portfolio, transaction costs have been deducted in aggregate from the total cost of individual investments. The premium received on a written put option is added to the cost of investments acquired when the written put option is exercised.

Redeemable units

The Funds issue multiple series of redeemable units, which are redeemable at the holder's option and do not have identical rights. Therefore, such units are classified as financial liabilities. Redeemable units can be put back to the Funds at any redemption date for cash equal to a proportionate share of the Funds' NAV attributable to the unit series. Units are redeemable daily.

Redeemable units are issued and redeemed at the holder's option at prices based on the Fund's NAV per unit at the time of issue or redemption. The NAV per unit is calculated by dividing the NAV of each series of redeemable units by the total number of outstanding redeemable units of each respective series.

Expenses

Expenses of the Funds, including management fees and other operating expenses, are recorded on an accrual basis.

Transaction costs associated with investment transactions for financial assets and liabilities at FVTPL, including brokerage commissions, have been expensed on the statements of comprehensive income.

Increase (decrease) in net assets attributable to holders of redeemable units per unit

'Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit' in the statements of comprehensive income represents the Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Series, divided by the daily average units outstanding of that series during the reporting period.

Distributions to the unitholders

Distributions will be made to unitholders only at such times and in such amounts as may be determined at the discretion of the Manager. The Funds are required to distribute enough net income and net realized capital gains so that they do not have to pay ordinary income taxes. All distributions by the Funds will be automatically reinvested in additional units of the Fund held by the investor at the NAV per unit thereof, unless the investor notifies the Manager in writing that cash distributions are preferred.

Management fee distributions are accounted for as distributions for financial reporting purposes and reinvested in additional units of the same series of a Fund. Management fee distributions are paid first out of net income or net realized capital gains and, thereafter, out of capital.

Allocation of income and expense, and realized and unrealized gains and losses

Management fees and other costs directly attributable to a series are charged to that series. Each Fund's shared operating expenses, income, and realized and unrealized gains and losses are generally allocated proportionately to each series based upon the relative NAV of each series.

Collateral

Cash collateral provided by the Funds is identified in the statements of financial position as 'Margin accounts' and is not included as a component of cash and cash equivalents.

Collateral other than cash is classified in the statements of financial position separately from other assets and liabilities as 'Investments - pledged as collateral' if the party to whom the collateral is provided has the right by contract or custom to sell or re-pledge the collateral.

Allocation of non-cash items on the statement of cash flows

The Funds include only the net cash flow impact and do not include non-cash switches between series of a Fund that occurred during the period in 'Proceeds from redeemable units issued' or 'Amount paid on redemption of redeemable units'. The below non-cash switches have been excluded from each Fund's operation and financing activities on the statements of cash flows for the periods ending September 30, 2019 and September 30, 2018.

For the period ended	September 30, 2019 (\$)	September 30, 2018 (\$)
Portland Advantage Fund	-	7,513
Portland Canadian Balanced Fund	64,893	53,131
Portland Canadian Focused Fund	426,680	592,037
Portland Global Banks Fund	-	65,771
Portland Global Dividend Fund	101,644	432,646
Portland Global Income Fund	93,977	1,525,907
Portland Value Fund	-	48,693
Portland 15 of 15 Fund	-	-

Future accounting changes

New standards, amendments and interpretations effective after January 1, 2019 and that have not been early adopted

There are no new accounting standards effective after January 1, 2019 which affect the accounting policies of the Funds.

4. 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 about the future. The following discusses the most significant accounting judgments and estimates the Funds have made in preparing these financial statements.

Fair value of securities not quoted in an active market

The fair value of such securities not quoted in an active market may be determined by the Funds using reputable pricing sources (such as pricing agencies) or indicative prices. Such values may be indicative and not executable or binding. The Funds would exercise judgement and estimates on the quantity and quality of pricing sources used. Where no market data is available, the Funds may value positions using their own models, which are usually based on valuation methods and techniques generally recognized as standard within the industry. The inputs into these models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments. The determination of what constitutes 'observable' requires significant judgment by the Funds. The Funds consider observable data to be market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

Fair value of foreign securities

The Manager has procedures in place to determine the fair value of foreign securities traded in foreign markets to avoid stale prices and to take into account, among other things, any subsequent events occurring after the close of a foreign market. The Manager's fair value pricing techniques involve assigning values to the Funds' portfolio holdings that may differ from the closing prices on the foreign securities exchanges. The Manager will do this in circumstances where it has in good faith determined that to do so better reflects the market values of the securities in question.

Classification of financial assets and liabilities

Financial assets may be classified as financial assets at amortized cost, financial assets at FVTPL or financial assets at fair value through other comprehensive income. Financial liabilities may be classified as financial liabilities at amortized cost or financial liabilities at FVTPL. In order to classify its financial assets and liabilities in accordance with IFRS 9, the Manager uses judgment to assess the business model of the Funds and the cash flows of their financial assets and liabilities. The classification of financial assets and liabilities of the Funds are outlined in note 3.

5. FINANCIAL INSTRUMENTS

(a) Risk Management

The Funds' investment activities may be exposed to various financial risks, including market risk (which includes price risk, currency risk and interest rate risk), concentration risk, credit risk and liquidity risk. The Funds' risk management goals are to ensure that the outcome of activities involving risk is consistent with the Funds' investment objectives and risk tolerance per the Funds' simplified prospectus. All investments result in a risk of loss of capital.

For a detailed discussion of risks associated with each Fund, refer to the 'Fund Specific Notes to the Financial Statements'.

Price risk

Price risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market prices (other than those arising from interest rate risk or currency risk). Financial instruments held by the Funds are susceptible to market price risk arising from uncertainties about future prices of the instruments. Each Fund limits its exposure to any one security to 10% of NAV at the time of purchase, which is monitored on a daily basis.

Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, asset type or industry sector.

Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. Securities included in the Funds may be valued in or have exposure to currencies other than the Canadian dollar and when measured in Canadian dollars, be affected by fluctuations in the value of such currencies relative to the Canadian dollar.

The use of currency risk mitigation strategies such as forward currency contracts involves special risks including the possible default by the counterparty to the transaction, illiquidity and to the extent the Manager's assessment of certain market movements is incorrect, the risk that the use of such strategies could result in losses greater than if the strategy had not been used. The forward currency contracts may have the effect of limiting or reducing the total returns of the Fund if the Manager's expectations concerning future events or market conditions prove to be incorrect. In addition, costs associated with the forward currency contracts may outweigh the benefits of the arrangements in some circumstances.

The Manager may, from time to time, at its sole discretion, enter into forward currency contracts in relation to all or a portion of the value of the non-Canadian dollar currency exposure or the non-Canadian currency exposure of the issuers whose securities comprise the portfolio back, directly or indirectly, to the Canadian dollar. Forward currency contract amounts are based on a combination of trading currency of the Fund's holdings and an estimate of the currency to which their operations are exposed.

Interest rate risk

Interest rate risk arises on interest-bearing financial instruments having fixed interest rates held by the Funds, such as bonds and borrowings. The fair value and future cash flows of such instruments will fluctuate due to changes in market interest rates.

Credit risk

Credit risk is the risk that the issuer of a debt security (including preferred shares) or counterparty to a financial instrument will fail to pay the interest or to repay the principal or discharge an obligation of a commitment that it has entered into with the Fund.

All transactions in listed securities are executed with approved brokers. The risk of default is considered minimal, as delivery of all securities sold is only made once the broker has received payment.

Liquidity risk

Liquidity risk is the risk that the Funds will encounter difficulty in meeting their obligations associated with financial liabilities. The Funds are exposed to daily cash redemptions. As a result, the Funds invest the majority of assets in investments that are traded in an active market and can be readily disposed of. There can be no assurance that an active trading market for the investments will exist at all times, or that the prices at which the securities trade accurately reflect their values. In accordance with securities regulations, each Fund must maintain at least 90% of assets in liquid investments at time of purchase. In addition, each Fund has the ability to borrow up to 5% of its net assets attributable to holders of redeemable units for the purposes of funding redemptions and settling portfolio transactions.

(b) Fair value of financial instruments

Financial instruments measured at fair value are classified according to a fair value hierarchy that reflects the importance of the inputs used to perform each valuation. The fair value hierarchy is made up of the following levels:

Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and

Level 3 - inputs are unobservable for the asset or liability.

The fair value hierarchy requires the use of observable market data each time such data exists. A financial instrument is classified at the lowest level of the hierarchy for which significant input has been considered in measuring fair value.

6. REDEEMABLE UNITS

The Funds are permitted to issue an unlimited number of series of units, having such terms and conditions as the Manager may determine. Additional series may be offered in the future on different terms, including different fee and dealer compensation terms and different minimum subscription levels. Each unit of a series represents an undivided ownership interest in the net assets of the Fund attributable to that series of units.

The Funds endeavor to invest capital in appropriate investments in conjunction with their investment objectives. The Funds maintain sufficient liquidity to meet redemptions, such liquidity being augmented by short-term borrowings or disposal of investments, where necessary.

Units of the Funds are available in multiple series as outlined below. The principal difference between the series of units relates to the management fee payable to the Manager, the compensation paid to dealers, distributions and the expenses payable by the series. Units of each Fund are entitled to participate in its liquidation of assets on a series basis. Units are issued as fully paid and non-assessable and are redeemable at the NAV per unit of the applicable series of units being redeemed, determined at the close of business on the day the redemption request is submitted.

Series A Units and Series A2 Units are available to all investors.

Series F Units are available to investors who participate in fee-based programs through their dealer and whose dealer has signed a Series F Agreement with the Manager, investors for whom the Funds do not incur distribution costs, or individual investors approved by the Manager.

Series O Units are available to certain institutional investors. The Funds have not yet issued any Series O Units. The number of units issued and outstanding for the period ended September 30, 2019 and September 30, 2018 were as follows:

NOTES TO THE FINANCIAL STATEMENTS

September 30, 2019:

	Balance, Beginning of Period	Units Issued Including Switches from Other Series	Units Reinvested	Units Redeemed Including Switches from Other Series	Balance, End of Period	Weighted Average Number of Units
Portland Advantage Fund						
Series A Units	173,996	1,770	51,581	55,937	171,410	194,349
Series F Units	132,933	1,051	22,299	76,112	80,171	95,071
Portland Canadian Balanced Fund						
Series A Units	304,451	90,900	14,417	35,414	374,354	346,250
Series F Units	368,836	44,175	22,752	34,604	401,159	394,131
Portland Canadian Focused Fund						
Series A Units	349,520	106,050	28,027	70,527	413,070	385,658
Series F Units	742,969	125,017	71,997	78,230	861,753	830,604
Portland Global Banks Fund						
Series A Units	39,834	1,015	1,595	15,821	26,623	32,494
Series A2 Units	438,627	221	20,814	112,189	347,473	386,666
Series F Units	21,452	540	872	3,709	19,155	20,803
Portland Global Dividend Fund						
Series A Units	15,550	-	807	4,378	11,979	14,205
Series A2 Units	372,533	-	17,133	99,883	289,783	313,016
Series F Units	161,106	12,105	3,418	146,103	30,526	70,177
Portland Global Income Fund						
Series A Units (Previously Series A2 Units)	721,639	23,230	34,499	182,850	596,518	682,391
Series F Units	117,069	14,639	3,766	43,573	91,901	95,370
Portland Value Fund						
Series A Units	42,108	383	4,329	21,981	24,839	39,560
Series F Units	31,862	8,443	4,206	7,956	36,555	36,066
Portland 15 of 15 Fund						
Series A Units	110,538	23,531	4,307	41,434	96,942	108,373
Series F Units	37,126	47,004	1,751	9,554	76,327	47,864

September 30, 2018:

	Balance, Beginning of Period	Units Issued Including Switches from Other Series	Units Reinvested	Units Redeemed Including Switches from Other Series	Balance, End of Period	Weighted Average Number of Units
Portland Advantage Fund						
Series A Units	203,582	3,327	1	32,914	173,996	186,588
Series F Units	185,761	1,373	2,135	56,336	132,933	157,290
Portland Canadian Balanced Fund						
Series A Units	254,066	80,559	7,287	37,461	304,451	283,754
Series F Units	281,449	151,030	14,292	77,935	368,836	346,188
Portland Canadian Focused Fund						
Series A Units	291,969	114,876	10,372	67,697	349,520	334,921
Series F Units	707,465	238,138	23,470	226,104	742,969	749,828
Portland Global Banks Fund						
Series A Units	44,370	-	1,764	6,300	39,834	39,686
Series A2 Units	555,479	5,858	23,042	145,752	438,627	494,026
Series F Units	14,672	9,743	731	3,694	21,452	18,537
Portland Global Dividend Fund						
Series A Units	14,964	-	804	218	15,550	15,298
Series A2 Units	503,264	12,268	19,805	162,804	372,533	436,345
Series F Units	127,077	41,323	6,908	14,202	161,106	137,883

	Balance, Beginning of Period	Units Issued Including Switches from Other Series	Units Reinvested	Units Redeemed Including Switches from Other Series	Balance, End of Period	Weighted Average Number of Units
Portland Global Income Fund						
Series A Units	127,113	21,506	2,713	151,332	-	136,180
Series A Units (Previously Series A2 Units)	440,052	369,313	27,431	115,157	721,639	591,509
Series F Units	155,028	29,449	4,791	72,199	117,069	125,915
Portland Value Fund						
Series A Units	48,059	823	18	6,792	42,108	45,534
Series F Units	26,102	6,049	414	703	31,862	28,793
Portland 15 of 15 Fund						
Series A Units	59,160	53,367	-	1,989	110,538	86,127
Series F Units	37,693	2,609	1	3,177	37,126	38,871

7. TAXATION

All of the Funds except Portland Advantage Fund, Portland Value Fund and Portland 15 of 15 Fund (collectively, the Unit Trusts) qualify as mutual fund trusts within the meaning of the Income Tax Act (Canada) (the Tax Act). The Unit Trusts have registered investment status and will qualify as mutual fund trusts once they each have 150 qualifying unitholders. The Funds calculate taxable and net capital gains/(losses) in accordance with the Tax Act and intend to distribute sufficient net income and net realized capital gains, if any, to ensure they do not pay ordinary income tax. As a result, the Funds do not record income taxes. Since the Funds do not record income taxes, the tax benefit of capital and non-capital losses, if any, has not been reflected in the statements of financial position as a deferred income tax asset.

The Unit Trusts may incur Minimum Tax as defined in the Tax Act. Minimum Tax may arise if the unit trust retains capital gains by virtue of applying: a) expenses, b) non-capital loss carry forwards, or c) dividend tax credits against those gains. Minimum Tax may also arise in certain circumstances where dividend income is retained to utilize the dividend tax credit. Minimum Tax is reflected as an expense on the statements of comprehensive income, if applicable.

The Funds currently incur withholding taxes imposed by certain countries on investment income and capital gains. Such income or gains are recorded gross of withholding taxes in the statements of comprehensive income. Withholding taxes are shown as a separate item in the statements of comprehensive income.

The taxation year-end for the Funds is December 15, except for Portland Value Fund and Portland 15 of 15 Fund which have taxation year-ends of December 31.

The following chart presents the amount of non-capital loss carry forwards available to the Funds by year of expiry:

	2030 (\$)	2032 (\$)	2033 (\$)	2035 (\$)	2037 (\$)	2038 (\$)	Total (\$)
Portland Global Banks Fund	109,415	1,913	336,358	56,124	-	15,344	519,154
Portland 15 of 15 Fund	-	-	-	-	3,478	-	3,478

The following chart presents the amount of unused capital losses which can be carried forward indefinitely by the Funds:

	Total (\$)
Portland Advantage Fund	691,006
Portland Global Banks Fund	159,694,288
Portland Global Dividend Fund	26,593,737
Portland Global Income Fund	22,889,358
Portland Value Fund	124,444
Portland 15 of 15 Fund	65,205

8. MANAGEMENT FEES AND EXPENSES

Pursuant to the Prospectus, the Funds agree to pay management fees to the Manager, calculated and accrued daily based on a percentage of the NAV of each series of each Fund and paid monthly. The annual management fees rate of the respective series of units are as follows:

	Series A Units	Series A2 Units	Series F Units
Portland Advantage Fund	2.00%	n/a	1.00%
Portland Canadian Balanced Fund	2.00%	n/a	1.00%
Portland Canadian Focused Fund	2.00%	n/a	1.00%
Portland Global Banks Fund	2.00%	1.75%	1.00%
Portland Global Dividend Fund	2.00%	1.85%	1.00%
Portland Global Income Fund (note 1(c))	1.65%	n/a	0.65%
Portland Value Fund	2.00%	n/a	1.00%
Portland 15 of 15 Fund	2.00%	n/a	1.00%

Management fees on Series O Units are negotiated with the Manager. Such fees are paid directly to the Manager and are not deducted from the NAV of Series O.

The Manager may offer a reduced management fee to selected unitholders who invest significant assets in the Funds or who have a certain account-type such as a managed account. The reduced management fee is achieved by reducing the management fee charged by the Manager to a Fund based on the NAV of the units held by such unitholder and the Fund distributing the amount of the reduction as a special distribution to the particular unitholder (a management fee distribution), which is reinvested in additional units of the same series of a Fund.

Certain Funds may invest in mutual funds, investment funds and ETFs (collectively referred to as an Underlying Fund) and the Underlying Fund may pay a management fee and other expenses in addition to the expenses payable by the Fund. The Fund will not pay a management fee on the portion of its assets that it invests in the Underlying Fund that, to a reasonable person, would duplicate a management fee payable by the Underlying Fund for the same service.

The Manager is reimbursed for any operating expenses it incurs on behalf of the Funds, including regulatory filing fees, custodian fees, legal and audit fees, costs associated with the independent review committee, bank charges, the costs of financial reporting, and all related sales taxes. The Manager also provides key management personnel to the Funds. The Manager may charge the Funds for actual time spent by its personnel (or those of its affiliates) in overseeing the day-to-day business affairs of the Funds. The amount charged for time spent by personnel is determined based on fully allocated costs and does not include a mark-up or administration fee. The Manager may absorb operating expenses of the Funds at its discretion but is under no obligation to do so.

All management fees and operating expenses payable by the Funds to the Manager are subject to GST and/or HST as applicable and will be deducted as an expense of the applicable series of units in the calculation of the NAV of such series of units.

9. SOFT DOLLARS

Allocation of business to brokers of the Funds is made on the basis of coverage, trading ability and fundamental research expertise. The Manager may choose to affect portfolio transactions with dealers who provide research, statistical and other similar services to the Funds or to the Manager at prices which reflect such services (termed proprietary research). The dealers do not provide the Manager with an estimate of the cost of the research, statistical and other similar services (referred to as soft dollars).

The Manager may use third party proprietary research, which is generally also available on a subscription basis, the value of which will be used to approximate the value of research and other similar services received from third parties through commission sharing arrangements with executing brokers. The ascertainable value of the third party soft dollar arrangements in connection with portfolio transactions for the periods ended September 30, 2019 and September 30, 2018 are presented in the table below:

For the period ended	September 30, 2019 (\$)	September 30, 2018 (\$)
Portland Advantage Fund	847	412
Portland Canadian Balanced Fund	-	-
Portland Canadian Focused Fund	-	-
Portland Global Banks Fund	186	31
Portland Global Dividend Fund	89	108
Portland Global Income Fund	391	236
Portland Value Fund	61	67
Portland 15 of 15 Fund	122	81

10. RELATED PARTY TRANSACTIONS

The following tables outline the management fees and operating expense reimbursements that were paid to the Manager by the Funds during the periods ended September 30, 2019 and September 30, 2018. The tables include the amount of operating expense reimbursement that was paid to affiliates of the Manager for administrative services provided in managing the day-to-day operation of the Funds and the amount of additional absorbed operating expenses that the Manager chose not to charge to the Funds. All of the dollar amounts in the tables below exclude applicable GST or HST:

Period ended September 30, 2019	Management Fees (\$)	Operating Expense Reimbursement (\$)	Absorbed Operating Expenses (\$)	Operating Expenses Reimbursed to Affiliates of the Manager (\$)
Portland Advantage Fund	42,644	12,936	94,060	355
Portland Canadian Balanced Fund	148,821	55,924	50,456	355
Portland Canadian Focused Fund	224,697	91,238	30,995	355
Portland Global Banks Fund	75,321	21,822	127,837	355
Portland Global Dividend Fund	56,969	16,863	117,161	385
Portland Global Income Fund	102,869	35,163	108,877	355
Portland Value Fund	7,794	2,577	87,322	355
Portland 15 of 15 Fund	24,504	7,297	83,011	355

Period ended September 30, 2018	Management Fees (\$)	Operating Expense Reimbursement (\$)	Absorbed Operating Expenses (\$)	Operating Expenses Reimbursed to Affiliates of the Manager (\$)
Portland Advantage Fund	60,720	20,380	90,895	862
Portland Canadian Balanced Fund	125,586	48,169	52,655	862
Portland Canadian Focused Fund	201,269	82,723	39,405	862
Portland Global Banks Fund	114,382	32,904	124,540	862
Portland Global Dividend Fund	120,548	40,815	91,620	862
Portland Global Income Fund	92,141	28,489	104,335	862
Portland Value Fund	9,769	3,057	87,970	1,038
Portland 15 of 15 Fund	20,909	6,199	76,100	762

The Funds owed the following amounts to the Manager excluding applicable GST or HST:

As at September 30, 2019	Management Fees (\$)	Operating Expense Reimbursement (\$)
Portland Advantage Fund	3,096	928
Portland Canadian Balanced Fund	13,718	5,114
Portland Canadian Focused Fund	20,602	8,348
Portland Global Banks Fund	5,570	1,616
Portland Global Dividend Fund	3,969	1,119
Portland Global Income Fund	7,275	2,505
Portland Value Fund	564	194
Portland 15 of 15 Fund	2,052	683

As at September 30, 2018	Management Fees (\$)	Operating Expense Reimbursement (\$)
Portland Advantage Fund	4,244	1,437
Portland Canadian Balanced Fund	10,390	4,274
Portland Canadian Focused Fund	16,035	6,996
Portland Global Banks Fund	7,989	2,317
Portland Global Dividend Fund	6,403	2,097
Portland Global Income Fund	10,263	3,538
Portland Value Fund	785	255
Portland 15 of 15 Fund	2,124	609

The Manager and/or its affiliates and key management personnel of the Manager and their family (collectively referred to as Related Parties) may invest in units of the Funds from time to time in the normal course of business. The following tables present the number of shares of each of the Funds held by the Manager and Related Parties on each reporting date.

As at September 30, 2019	Manager	Related Parties
Portland Advantage Fund	-	68,561
Portland Canadian Balanced Fund	-	306
Portland Canadian Focused Fund	-	3,566
Portland Global Banks Fund	-	3,243
Portland Global Dividend Fund	-	3,321
Portland Global Income Fund	-	14,985
Portland Value Fund	-	28,662
Portland 15 of 15 Fund	-	59,022

As at September 30, 2018	Manager	Related Parties
Portland Advantage Fund	-	45,283
Portland Canadian Balanced Fund	-	116
Portland Canadian Focused Fund	-	3,692
Portland Global Banks Fund	629	4,921
Portland Global Dividend Fund	511	3,411
Portland Global Income Fund	126	6,103
Portland Value Fund	-	22,163
Portland 15 of 15 Fund	-	15,000

11. BROKERAGE FACILITY

Portland Global Banks Fund, Portland Global Income Fund and Portland Global Dividend Fund have a Settlement Services Agreement with RBC Dominion Securities Inc. (RBCDS), and had placed securities and cash on account with RBCDS as collateral for their option writing strategy. In the event of default, including failure to make any payment or delivery to RBCDS, RBCDS may freeze the collateral property and cease the provision of settlement services. In such circumstances, RBCDS had the right to set off the collateral property to reduce or eliminate the amount owed to them. RBCDS also has the right to sell or otherwise dispose of the collateral property held on account for the Funds in order to set off against amounts owing to them from the Funds. Non-cash collateral has been classified separately within the statements of financial position from other assets and is identified as 'Investments - pledged as collateral'. Cash collateral has been classified separately on the statements of financial position as 'Margin accounts'.

12. RECONCILIATION OF NAV PER UNIT AND NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT

The NAV per unit of the Funds may be higher than the net assets attributable to holders of redeemable units per unit because of the difference in the date of the month end NAV and financial statement date. As a result, the NAV per unit is higher than net assets attributable to holders of redeemable units per unit. The following table provides a comparison of NAV per unit and net assets attributable to holders of redeemable units of the applicable Funds as at September 30, 2018. As at September 30, 2019, there was no difference between the NAV per unit used for transactional purposes and the net assets attributable to holders of redeemable units per unit in these financial statements.

September 30, 2018:

Fund/Series	NAV per Unit (\$)	Net assets attributable to holders of redeemable units per unit (\$)
Portland 15 of 15 Fund - Series A	9.99	9.98

This page is left blank intentionally.

This page is left blank intentionally.



PORTLAND, PORTLAND INVESTMENT COUNSEL and the Clock Tower Design are registered trademarks of Portland Holdings Inc. Used under license by Portland Investment Counsel Inc.
Portland Investment Counsel Inc., 1375 Kerns Road, Suite 100, Burlington, Ontario L7P 4V7 Tel:1-888-710-4242 • Fax: 1-866-722-4242
www.portlandic.com • info@portlandic.com
