Semi-Annual Financial Statements of

CRYSTAL WEALTH ENLIGHTENED FACTORING STRATEGY

June 30, 2016
(Unaudited)

CRYSTAL WEALTH ENLIGHTENED FACTORING STRATEGY
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CRYSTAL WEALTH ENLIGHTENED FACTORING STRATEGY
STATEMENTS OF FINANCIAL POSITION

AS AT	June 30 2016 (unaudited) $	December 31 2015 (audited) $
ASSETS		
Current assets		
Cash and cash equivalents	3,307,359	1,529,542
Investments at fair value	25,197,677	18,527,003
Subscriptions receivable	307,105	490,303
Due from related parties (note 8)	-	563,000
Total assets	28,812,141	21,109,848
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	39,023	34,430
Total liabilities (excluding net assets attributable to holders of redeemable units)	39,023	34,430
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SERIES A UNITS	28,773,118	21,075,418
NUMBER OF REDEEMABLE SERIES A UNITS OUTSTANDING (Note 5)	2,895,574	2,140,159
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SERIES A UNITS PER UNIT	9.94	9.85

On behalf of the Manager, Crystal Wealth Management System Limited

"Clayton Smith" (Signed) Director

CRYSTAL WEALTH ENLIGHTENED FACTORING STRATEGY
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED JUNE 30

	2016 (unaudited) $	2015 (unaudited) $
INCOME		
Interest income (Note 8)	1,065,134	547,671
Net realized gain on sale of investments	163,844	-
Net change in unrealized (depreciation) appreciation	1,149,341	(28,399)
Foreign exchange gain (loss)	(160,328)	(10,611)
	2,217,991	508,661
EXPENSES (Note 7)		
Transaction costs	517	452
Interest expense and bank charges	3,127	4,944
Management fees	240,727	80,095
Administration fees	73,159	52,060
	317,530	137,551
INCREASE IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SERIES A UNITS	1,900,461	371,109
INCREASE IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SERIES A UNITS PER UNIT (Note 9)	0.79	0.50

CRYSTAL WEALTH ENLIGHTENED FACTORING STRATEGY
STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS
FOR THE SIX MONTHS ENDED JUNE 30

	2016 (unaudited) $	**2015** (unaudited) $
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, BEGINNING OF PERIOD	21,075,418	4,247,051
INCREASE IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	1,900,461	371,109
DISTRIBUTIONS TO UNITHOLDERS OF REDEEMABLE UNITS		
From net investment income	(1,730,576)	-
REDEEMABLE UNIT TRANSACTIONS		
Proceeds from redeemable units issued	9,047,125	6,807,612
Reinvestments of distributions to holders of redeemable units	1,722,326	-
Redemption of redeemable units	(3,241,636)	(526,710)
NET DECREASE FROM REDEEMABLE UNIT TRANSACTIONS	7,527,815	6,280,902
NET INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	7,697,700	6,652,011
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS, END OF PERIOD	28,773,118	10,899,062

CRYSTAL WEALTH ENLIGHTENED FACTORING STRATEGY
STATEMENTS OF CASH FLOWS
FOR THE SIX MONTHS ENDED JUNE 30

	2016 (unaudited) $	2015 (unaudited) $
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in net assets attributable to holders of redeemable units	1,900,461	371,109
Adjustments for		
Net realized (gain) loss on sale of investments	(163,844)	-
Net change in unrealized depreciation (appreciation)	(1,149,331)	18,219
Purchase of investments	(10,279,872)	(6,600,505)
Proceeds on disposal of investments	2,962,046	1,071,464
Net realized loss (gain) on foreign exchange	160,328	-
Decrease (increase) in subscriptions receivable	183,198	(253,600)
Decrease (increase) in due from related parties	563,000	(1,114,133)
Increase in accounts payable and accrued liabilities	4,592	5,413
	(5,819,422)	(6,502,033)
CASH FLOWS FROM FINANCING ACTIVITIES		
Issue of fund units	9,047,125	6,807,612
Redemption of fund units	(3,241,636)	(526,710)
Distributions from net investment income, net of reinvestments	(8,250)	-
	5,797,239	6,280,902
NET DECREASE IN CASH DURING THE PERIOD	(22,183)	(221,131)
CASH, BEGINNING OF PERIOD	1,529,542	1,017,641
CASH, END OF PERIOD	1,507,359	796,510

CRYSTAL WEALTH ENLIGHTENED FACTORING STRATEGY
SCHEDULE OF INVESTMENT PORTFOLIO
AS AT JUNE 30, 2016
(unaudited)

Description	No. of Shares	$Cost	$Fair Value
DEBENTURES - 0.10%			
Garmatex Restricted 10% 28Jan16	30,000	30,000	30,000
TOTAL DEBENTURES		30,000	30,000
CANADIAN EQUITIES AND MUTUAL FUNDS - 7.35%			
Crystal Wealth Medical Strategy	12	164	161
Crystal Wealth Media Strategy	152,344	1,540,417	1,537,245
Garmatex Technologies Inc.	200,000	100,000	100,000
Novo Resources Corp 9jul16	333,333	200,000	330,000
Oaxaca Resources Corp Split Unit	250,000	100,000	100,000
Warrants - Novo Res Corp 8mar18	333,333	-	46,667
Warrants - Garmatex Tech 30mar17	70,000	-	-
TOTAL CANADIAN EQUITIES AND MUTUAL FUNDS		1,940,581	2,114,072
UNITED STATES EQUITIES - 0.48%			
Advanced Voice Recognition	1,230,500	68,768	8,004
DSG Global Inc	80,000	131,470	130,090
TOTAL UNITED STATES EQUITIES		200,238	138,094
CAD/USD FUTURES CONTRACTS - (0.14%)			
$100,000 CAD/USD Contract due September 2016	17		(41,248)
TOTAL FUTURES			(41,248)
Commercial factoring contracts receivable		21,018,833	22,956,759
Total Investment Portfolio		**23,189,652**	**25,197,677**
Other Assets, Net - 12.43%			**3,575,441**
Net Assets Attributable to Holders of Redeemable units			**28,773,118**

1. The Fund

The Crystal Wealth Enlightened Factoring Strategy (the "Fund") is an open-ended mutual fund trust formed under the laws of the Province of Ontario on January 22, 2010 by an amendment to Schedule A to a Master Declaration of Trust, amended and restated as of September 27, 2015. The Fund was previously called the Crystal Enlightened Income Fund and was renamed on September 27, 2015, at which time the investment objective was also changed. The address of the Fund's registered office is 3385 Harvester Road, Suite 200 Burlington, ON L7N 3N2.

The investment objective of the Fund is to provide consistently positive total returns while seeking to protect against downside risk by investing primarily in commercial factoring contracts receivables. The Fund is also authorized to invest in other securities including equities, fixed income securities, investment funds and exchange-traded derivatives.

The Fund is not a reporting issuer under securities legislation and, therefore, is relying on National Instrument 81 106 for exemption from the requirement to file financial statements with the applicable securities regulatory authorities.

The Investment Manager of the Fund is Crystal Wealth Management System Limited (the "Manager"). The Manager is responsible for directing the affairs, providing the day-to-day management services and managing the investment portfolio of the Fund.

2. Significant Accounting Policies

Basis of Presentation

These financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB").

These audited financial statements for the period ended June 30, 2016 were authorized for issue by the Manager on August 29, 2016.

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss, and are presented in Canadian dollars, which is the Fund's functional and presentation currency.

New standards, interpretations and Amendments not yet adopted

IFRS 9 Financial Instruments

2. Significant Accounting Policies (Continued)

The final version of IFRS 9, Financial Instruments, was issued by the IASB in July 2014 and will replace IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 introduces a model for classification and measurement, a single, forward looking 'expected loss' impairment model and a substantially reformed approach to hedge accounting. The new single principle based approach for determining the classification of financial assets is driven by cash flow characteristics and the business model in which an asset is held. The new model also results in a single impairment model being applied to all financial instruments, which will require more timely recognition of expected credit losses. It also includes changes in respect of credit risk in measuring liabilities elected to be measured at fair value, so that gains caused by the deterioration of an entity's own credit risk on such liabilities are no longer recognized in profit or loss. IFRS 9 is effective for annual periods beginning on or after January 1, 2018, however, is available for early adoption. In addition, the credit changes can be early applied in isolation without otherwise changing the accounting for financial instruments. The Fund is in the process of assessing the impact of IFRS 9 and has not yet determined when it will adopt the new standard.

IFRS 15 Revenue from Contracts with Customers

IFRS 15 is based on the core principle to recognize revenue to depict the transfer of goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. IFRS 15 focuses on the transfer of control. IFRS 15 replaces all of the revenue guidance that previously existed in IFRSs. The effective date for IFRS 15 is January 1, 2017. The Company is in the process of evaluating the impact of the new standard.

The following summarizes the accounting policies of the Fund:

(a) Valuation of investments

The fair value of financial assets and financial liabilities traded in active markets (such as publicly traded derivatives and trading securities) is based on quoted market prices. In accordance with the provisions of the Fund's Offering Memorandum, investment positions are valued based on the last traded market price for the purpose of determining the net asset per unit for subscriptions and redemptions. For financial reporting purposes, the Fund uses 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

2. Significant Accounting Policies (Continued)

specific facts and circumstances. If the Fund holds derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid or asking price to the net open position, as appropriate. The fair value of commercial factoring contracts receivables approximates their carrying value due to their short-term nature.

Futures contracts
Foreign exchange futures contracts, which are held as hedges for capital investments, are valued on each business day at the gain or loss that would be realized if the position in the contracts were closed out.

The unrealized depreciation on futures contracts is included as investments at fair value on the Statement of Financial Position and included in "Net change in unrealized appreciation (depreciation) on investments at fair value" during the applicable year in the Statement of Comprehensive Income. Upon closing of the contracts, the gain or loss is included in "Net realized loss on sale of investments at fair value" on the Statement of Comprehensive Income.

Warrant contracts
Warrant contracts are valued on each business day at the gain or loss that would be realized if the position in the contracts were closed out.

The unrealized depreciation on warrant contracts is included as investments at fair value on the Statement of Financial Position and included in “Net change in unrealized appreciation (depreciation) on investments at fair value” during the applicable year in the Statement of Comprehensive Income. Upon closing of the contracts, the gain or loss is included in “Net realized loss on sale of investments at fair value” on the Statement of Comprehensive Income.

(b) ***Classification***

The Fund classifies its investments as financial assets at fair value through profit or loss.

This category has two sub-categories: financial assets held for trading; and financial assets designated at fair value through profit or loss at inception.

(i) Financial assets held for trading

A financial asset is classified as held for trading if it is acquired or incurred principally for the purpose of selling or repurchasing in the near term or if on initial recognition is part of a portfolio of identifiable financial investments that are managed together and for which there is evidence of a recent actual pattern of short-term profit taking. Derivatives are also categorized as held for trading.

(ii) Financial assets designated at fair value through profit or loss at inception

Financial assets designated at fair value through profit or loss at inception are financial instruments that are not classified as held for trading but are managed, and their performance is evaluated on a fair value basis in accordance with the Fund's documented

2. Significant Accounting Policies (Continued)

investment strategy.

The Fund recognizes financial instruments at fair value upon initial recognition, plus transaction costs in the case of financial instruments measured at amortized cost. Regular way purchases and sales of financial assets are recognized at their trade date. The fund's investments have been designated at fair value through profit or loss (FVTPL). The Fund's obligation for net assets attributable to holders of redeemable units is presented at the redemption amount. Cash, subscriptions receivable, due from related party, and accounts payable and accrued liabilities are measured at amortized cost. Under this method, the amount required to be received or paid, is discounted, when appropriated, at the contract's effective interest rate.

(c) ***Fair value measurements***

Investments at fair value are each classified into one of three fair value levels.

The hierarchy of inputs is summarized below:

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

All of the Fund's investments at fair value were classified as Level 1 and 2 at June 30, 2016 and December 31, 2015, except for the Fund's investments in commercial factoring contracts receivables which are classified as Level 3.

(d) ***Investment transactions and income recognition***

Investment transactions are accounted for on the trade date and any unsettled sales or purchases of investments are reflected as receivable for investment securities sold or payable for investment securities purchased. Interest income is accrued daily and dividend income is recognized on the ex-dividend date. Realized gains and losses from investment transactions and unrealized appreciation (depreciation) of investments are calculated on an average cost basis.

Distributions received from funds are recognized based on the nature of the underlying components such as dividend income, interest income, capital gains, and return of capital.

Income from commercial factoring contract fees is recorded when earned and when collectability is reasonably assured.

(e) ***Offsetting financial instruments***

2. Significant Accounting Policies (Continued)

Financial assets and financial liabilities are offset and the net amount reported in the Statements of Financial Position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously.

(f) Recognition/derecognition

The Fund recognizes financial instruments at fair value upon initial recognition, plus transaction costs in the case of financial instruments measured at amortized cost. Regular way purchases and sales of financial assets are recognized at their trade date.

The Fund recognizes financial assets or financial liabilities designated as trading securities on the trade date, the date it commits to purchase or sell short the instruments. From this date any gains and losses arising from changes in fair value of the assets or liabilities are recognized in the Statements of Comprehensive Income.

Other financial assets are derecognized only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. The Fund derecognizes financial liabilities when the Fund's obligations are discharged, cancelled or they expire. Financial liabilities arising from the redeemable units issued by the Fund are presented at the redemption amount representing the investors' right to a residual interest in the Fund's assets.

(g) Impairment of financial assets

The Fund assesses at each reporting date whether a financial asset or group of financial assets measured at amortized cost is impaired. If there is objective evidence that an impairment loss has been incurred, the amount of the loss is measured as the difference between the asset's amortized cost and the present value of estimated future cash flows discounted using the asset's original effective interest rate. Impairment losses on assets measured at amortized cost are reversed in subsequent periods if the amount of the loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized.

(h) Translation of foreign currencies

Transactions in currencies other than the Canadian dollar are translated at the rate of exchange prevailing at the transaction date. Assets and liabilities denominated in currencies other than the Canadian dollar are translated at the applicable exchange rates prevailing at the reporting date. Resulting exchange differences are recognized in the Statements of Comprehensive Income.

2. Significant Accounting Policies (Continued)

(i) Valuation of redeemable fund units

The Fund's units are issued and redeemed at the net asset value per unit, which is determined as of the close of business each week. The net asset value per unit of the Fund is determined by dividing the total market value of the Fund's net assets by the number of units outstanding.

Net assets value per unit of each class is calculated at 4:00 p.m. (Eastern time) each business week by dividing the net assets of each class by its outstanding units. The net assets of each class is computed by calculating the value of that class's proportionate share of the Fund's assets less that class's proportionate share of the Fund's common liabilities, and less class specific liabilities. Expenses directly attributable to a class are charged to that class while common fund expenses are allocated to each class in a reasonable manner as determined by the Manager. Other income, and realized and unrealized gains and losses, are allocated to each class of the Fund based on that class's prorata share of total net asset value of the Fund.

For each unit sold, the Fund receives an amount equal to the net asset value per unit on the date of sale, which included in unitholders' equity. Units are redeemable at the option of the unitholders at their net asset value on the redemption date. For each unit redeemed, the number of issued and outstanding units is reduced and the net asset value of the Fund is reduced by the related net asset value on the date of redemption.

(j) Net assets attributable to holders of redeemable units per unit

The net assets attributable to holders of redeemable units per unit is calculated by dividing the net assets attributable to holders of redeemable units of a particular class of units by the total number of units of the particular class outstanding at the end of the period.

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

Increase in net assets attributable to holders of redeemable units per unit is based on the increase in net assets attributable to holders of redeemable units attributed to each class of units, divided by the weighted average number of units outstanding of that class during the period.

(l) Income taxes

The Fund qualifies as a mutual fund trust under the Income Tax Act (Canada). All of the Fund's net income for tax purposes and sufficient capital gains realized in any period are required to be distributed to unitholders such that no tax is payable by the Fund. As a result, the Fund does not record income taxes. Since the Fund does not record income taxes, the tax benefit of capital and non-capital losses has not been reflected in the Statements of Financial Position as a deferred income tax asset. Refer to Note 6 for unused losses.

(m) Related parties

For the purpose of these financial statements, a party is considered related to the Fund if such party

2. Significant Accounting Policies (Continued)

or the Fund has the ability to, directly or indirectly, control or exercise significant influence over the other entity's financial and operating decisions, or if the Fund and such party are subject to common significant influence. Related parties may be individuals or other entities.

(n) ***Critical estimates and judgments***

In the application of the Fund's accounting policies, management is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily available from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Acutal results may differ from these estimates.

The Fund has concluded that unlisted open-ended investment funds in which it invests, but that it does not consolidate, meet the definition of structured entities because; The voting rights in the funds are not dominate rights in deciding who controls them as they relate to administrative tasks only; each fund's activities are restricted by is offering memorandum; and the funds have narrow and well-defined objectives to provide investment opportunities to investors.

The most significant estimates that the Fund is required to make relate to the fair value of the commercial factoring contracts receivable. The estimates may include: assumptions regarding interest rates and the availability of credit; cost and terms of financing; and other factors affecting the underlying security of the commercial factoring contracts receivable.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects that period, or in the period of the revision and future periods if the revision affects both current and future periods.

3. Financial Instruments and Risk Management

The Fund may be exposed to a variety of financial risks: credit risk, liquidity risk and market risk (including interest rate risk, currency risk, and other price risk). The level of risk depends on the Fund's investment objectives and the types of investments it invests in. The Schedule of Investment Portfolio presents the investments held by the Fund as at June 30, 2016, and groups the investments by asset type, geographic region and/or market segment. All other assets and liabilities are carried at amortized cost; their carrying values are a reasonable approximation of fair value. The following is a summary of the Fund's main risks:

Credit risk

Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that is entered into with the Fund. The Fund is exposed to credit risk through its investments in commercial factoring contracts receivables. The Fund mitigates its exposure through security and guarantee requirements with the merchant. The Fund is also exposed to credit risk through its investments in the Underlying Crystal Wealth Funds, as presented in the notes of the Underlying Crystal Wealth Funds' financial statements. This risk has not changed from the previous year.

Liquidity risk

Liquidity risk is defined as the risk that the Fund may not be able to settle or meet its obligations on time or at a reasonable price. The Fund is exposed to weekly cash redemptions of redeemable units. The units of the Fund are issued and redeemed on demand at the then current Trading NAV per unit at the option of the unitholder. All liabilities are payable within a year. The Fund's assets are invested in securities that are traded in an active market and can be readily disposed of as liquidity needs arise.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. It arises when the Fund invests in interest-bearing financial instruments. The interest rates pertaining to the investments in Crystal Wealth Media Strategy (Formerly Crystal Wealth Strategic Yield Media Fund) as well as the rates pertaining to the investments in commercial factoring contracts receivables are at fixed rates that are not directly impacted by changes in prevailing rates, thereby reducing the Fund's exposure to interest rate risk. As at June 30, 2016 and December 31, 2015, the Fund did not have any significant exposure to interest rate risk.

Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Schedule of Investment Portfolio identifies all securities denominated in foreign currencies. In addition, the Fund had $256,853 of USD cash (December 31, 2015 - $429,023 of USD cash) ,$793,373 of USD commercial factoring contracts receivables (December 31, 2015 - $1,835,878) , at June 30, 2016. If the Canadian Dollar had strengthened or weakened by 5% relative to other foreign currencies,

3. Financial Instruments and Risk Management (Continued)

with all other variables held constant, the net assets of the Fund would have increased or decreased, respectively, by approximately $9,887 (December 31, 2015 - $32,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Other price risk
Other price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in a market. All investments present a risk of loss of capital. The Manager manages the Fund's market risk on a daily basis in accordance with the Fund's investment objectives and policies. The maximum risk resulting from financial instruments is equivalent to their fair value.

The impact on net assets attributable to holders of redeemable units of the Fund due to a 5 percent change would be approximately $112,608 as at June 30, 2016 (December 31, 2015 - $93,000).

The historical correlation may not be representative of the future correlation, and, accordingly, the future impact on net assets attributable to holders of redeemable units could be materially different.

4. Capital Management

The capital of the Fund is represented by issued redeemable units with no par value. The unitholders are entitled to distributions, if any, and to payment of proportionate share of the Fund's net asset value per unit upon redemption. The relevant movements are shown on the Statements of Changes in net Assets Attributable to Holders of Redeemable Units. In accordance with its investment objectives and strategies and the risk management practices outlines in Note 3, the Fund endeavors to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by disposal of investments where necessary. The Fund does not have any specific capital requirements on the subscription and redemption of units, other than certain minimum subscription requirements.

5. Redeemable Units

Redeemable units of the Fund, which are redeemable at the option of the holder in accordance with the provisions of the Declaration of Trust, do not have any nominal or par value, the Fund is permitted to issue unlimited number of Series of units and is authorized to issue an unlimited number of units of each series. The redeemable units of the Fund are issued or redeemed on a weekly basis at the net asset value per unit which is determined as of the close of business each week. There are no differences between the NAV per unit of each class of the Fund and the Net Assets Attributable to Holders of Redeemable Units per Unit of each class of the fund.

Summary of sales and redemption units for the period ended June 30, 2016 and year ended December 31, 2015

Series A	**June 30 2016**	December 31 2015
Units, beginning of period	**2,140,159**	431,611
Units issued	**907,840**	1,933,250
Units redeemed	**(326,119)**	(377,982)
Units reinvested	**173,694**	153,280
Units outstanding, end of period	**2,895,574**	2,140,159

6. Income Taxes

As at June 30, 2016, the Fund has non-capital loss carry forwards of $Nil. In addition, the Fund has net capital losses of $65,850 which can be carried forward indefinitely and applied to future capital gains.

7. Management Fees and Expenses

Pursuant to the management agreement between the Fund and the Manager, the Manager is to provide management and investment advisor services to the Fund. For this service, the Fund agrees to pay the Manager a management fee, which is calculated daily and payable monthly based on an annual rate of 2.00% of the net asset value.

To encourage large investments in the Fund, the Manager may reduce the management fee that would be charge to the Fund in respect of units held by an investor making a large investment. The amount of the reduction is distributed by the Fund (the "Management Fee Distribution") to the investor for whose benefit the fees were reduced. All Management Fee Distributions will be reinvested in additional units unless otherwise requested.

The Fund pays expenses related to its operations including professional fees, brokerage commissions, interest and administrative costs relating to the issue and redemption of units as well as the cost financial and other reports and compliance with all applicable laws, regulations and policies.

8. Related Party Transactions

The Fund may invest in any one of the related funds that are managed by the Manager ("Underlying Crystal Wealth Funds"). As of June 30, 2016, the Underlying Crystal Wealth Funds include Crystal Wealth Mortgage Strategy, Crystal Wealth Medical Strategy, ACM Growth Fund, ACM Income Fund, Crystal Enlightened Resource and Precious Metals Fund, Crystal Wealth Media Strategy, Crystal Wealth High Yield Mortgage Strategy, Crystal Wealth Retirement One Fund, Crystal Enlightened Bullion Fund, Crystal Wealth Infrastructure Strategy, Crystal Wealth Enlightened Hedge Fund, Crystal Wealth Specialty Lending Strategy, Absolute Sustainable Dividend Fund and Absolute Sustainable Property Fund.

No sales or redemption fees will be payable by the Fund in relation to its purchases or redemptions of units of the Underlying Crystal Wealth Funds, and no management fees or incentive fees will be payable by the Fund that would duplicate a fee payable by the Underlying Crystal Wealth Funds for the same service. Such a reduction in management fees is to be facilitated by an additional distribution from the Underlying Crystal Wealth Funds to the Fund and is included in investment income of the Fund.

Included in interest income are $73,918 (2015 - $34,951) of interest distributions and $16,742 (2015 - $6,439) of management fee distributions received from Crystal Wealth Media Strategy and $5.01 (2015 - $nil) of interest distributions and $501 (2015 - $nil) of management fee distributions

8. Related Party Transactions (Continued)

received from Crystal Wealth Medical Strategy. As at June 30, 2016, the Fund held 152,344 units (December 31, 2015 - 160,107) of the Crystal Wealth Media Strategy with a fair value of$1,537,245 (December 31, 2015 - $1,620,369) which represents 5.34% (December 31, 2015 - 7.69%) of the total net asset value and 12 units (December 31, 2015 - Nil) of the Crystal Wealth Medical Strategy with a fair value of $161(December 31, 2015 - $Nil) which represents Nil %(December 31, 2015 - Nil %). As at June 30, 2016, ACM Growth Fund held 304,167 units (December 31, 2015 - 328,942) of the Fund with a fair value of $3,022,341 (December 31, 2015 - $3,239,286), ACM Income Fund held 213,331 units (December 31, 2015 - 25,177) of the Fund with a fair value of $2,119,749 (December 31, 2015 - $247,938), and Crystal Enlightened Resource and Precious Metals Fund held 62,551 units (December 31, 2015 - 57,838) of the Fund with a fair value of$621,537.

9. Increase in Net Assets Attributable to Holders of Redeemable Units

The increase in net assets attributable to holders of redeemable Series A units per unit for the periods ended June 30, 2016 and 2015 is calculated as follows:

	Increase in net assets attributable to holders of redeemable units	Weighted average of redeemable units outstanding during the year	Increase in net assets attributable to holders of redeemable units per unit
2016	**$ 1,900,461**	**2,403,714**	**$ 0.79**
2015	$ 371,109	747,492	$ 0.50

10. Commercial Factoring Contracts Receivables

There are 11 commercial contracts receivable at period end relating to advances on eligible accounts receivables. There are no specific terms of repayment.

The Fund maintains senior first priority ownership interest in all accounts purchased as well as a senior and first priority security interest in all other accounts receivable and procceds thereof.

Reconciliation of Level 3 Fair Value Measurements of Financial Assets:

		2015		2015
Commercial Factoring Contracts Receivables, beginning of period	**$**	**16,665,307**	$	2,431,611
Advances		8,330,342		15,468,622
Repayments		(3,976,816)		(2,023,521)
Unrealized appreciation (depreciation)		1,937,926		788,595
Commercial Factoring Contracts Receivables, end of period	**$**	**22,956,759**	$	16,665,307

There were no transfers into or out of Level 3 for the periods ending June 30, 2016 or December 31,2015.

11. Involvement with Unconsolidated Structured Entitites

The table below describes the types of structured entities that the Fund does not consolidate but in which they hold an interest.

June 30, 2016			
Fund	**Total Net Asset Value of Investee Fund**	**Investment fair value**	**% of net assets attributable to holders of redeemable units**
Crystal Wealth Media Strategy	**50,230,635**	**1,537,245**	**3.06%**

December 31, 2015			
Fund	Total Net Asset Value of Investee Fund	Investment fair value	% of net assets attributable to holders of redeemable units
Crystal Wealth Media Strategy	49,757,146	1,620,369	3.26%

The Fund has determined that the Fund ('Investee Fund') in which it invests is an unconsolidated structured entity. This represents a significant judgement by the Fund and generally because decision making about the Investee Fund's investing activities is not governed by voting rights held by the Fund and other investors.

The Investee Fund finances their operations by issuing redeemable shares which are puttable at the holder's option, and entitle the holder to a proportional stake in the respective fund's net assets. The Fund holds redeemable shares in the Investee Fund.

The change in fair value of the Investee Fund is included in the Statements of Comprehensive Income in 'Net change in unrealized qppreciation (depreciation) on investments at fair value'.

During the period, the Fund did not provide financial support to unconsolidated structured entities and has no intention of providing financial or other support.