



PURPOSE
INVESTMENTS

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

PURPOSE MARIJUANA OPPORTUNITIES FUND
(FORMERLY MARIJUANA OPPORTUNITIES FUND)
FOR THE FINANCIAL PERIOD ENDED JUNE 30, 2018

TABLE OF CONTENTS

This interim management report of fund performance (“MRFP”) contains financial highlights but does not contain interim financial statements of the investment fund. You can get a copy of the interim financial statements at your request, and at no cost, by visiting our website at www.purposeinvest.com or SEDAR at www.sedar.com, by calling or by writing to us at Purpose Investments Inc., 130 Adelaide Street West, Suite 1700, P.O. Box 83, Toronto, Ontario M5H 3P5.

In addition, unitholders may also contact us using one of these methods to request copies of the Fund’s annual financial report, proxy voting policies and procedures, proxy voting disclosure records, and quarterly portfolio disclosures.

For more information on the Fund’s current and historical net asset value per share, please visit www.purposeinvest.com.

CAUTION REGARDING FORWARD-LOOKING STATEMENTS

This report may contain forward-looking statements about the Fund, including its strategy, expected performance and condition. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as “expects,” “anticipates,” “intends,” “plans,” “believes,” “estimates,” or negative versions thereof and similar expressions.

In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties, and assumptions about the Fund and economic factors.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events. We stress that the abovementioned list of important factors is not exhaustive. We encourage you to consider these and other factors carefully before making any investment decisions, and urge you to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance.

Caution regarding forward-looking statements	Inside front cover
Interim management report of fund performance	1
Financial highlights	2
Summary of investment portfolio	4
Fund information	Back cover

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

The management report of fund performance presents the views of the manager and the portfolio management team concerning significant factors and developments that have affected the Fund's performance and outlook.

Please read the caution on the inside of the cover page regarding forward-looking statements.

Redwood Asset Management Inc. ("Redwood") was amalgamated into Purpose Investments Inc. ("Purpose") on March 31, 2018. The name of the Fund was changed to Purpose Marijuana Opportunities Fund.

INVESTMENT OBJECTIVES AND STRATEGIES

The Purpose Marijuana Opportunities fund (formerly Marijuana Opportunities fund) seeks to provide unitholders with an attractive long-term capital appreciation by investing in global issuers with interest in the marijuana or marijuana related industries.

Purpose Investments Inc. ("Purpose" or the "Manager") is the manager of the Fund.

RISK

The risks of investing in the Fund are disclosed in the Fund's prospectus and there have been no significant changes during the period that affected the overall level of risk associated with the Fund.

RESULTS OF OPERATIONS

On February 21, 2018, the Fund commenced operations with the listing of the units on the Toronto Stock Exchange under ticker symbol MJJ and mutual fund classes.

The net asset value per unit as at:

Class	June 30, 2018 (\$)
ETF Units	20.61
Class A	20.54
Class F	20.68

During the period ended June 30, 2018, the Fund did not pay a distribution.

With the Cannabis sector more volatile and higher risk than most, MJJ ETF was launched in February with a 40% cash position. A risk-off tone, occurring throughout March and into early April, saw a broad sector selloff leading to a great buying opportunity for companies that had been avoiding the hype and spending their time developing a solid business model on which they could grow. By early April the Fund moved to sit at a 15% cash position. In late June, much investor anticipation was fulfilled as Bill C-45 was passed effectively eliminating the prohibition of cannabis and appreciating sector stocks overall.

The sector, overall, experienced a period of rampant consolidation and IPOs and continues to trade in a tight correlation. However, volatility remains high as investors await legislation regarding acceptable branding and distribution, which could have a major impact on competition. An increase in the number of producers as well as planned production capacity has led us to a portfolio focused on companies that add value, not solely through the commodity, but also through innovation in Medical, Oils and Beverages.

In June, the IPO of The Green Organic Dutchman was a significant contributor to the Fund's performance as it was able to exit the pre-IPO equity stake acquired in March at a premium. With disappointing performance throughout the second quarter, CannTrust Holdings Inc. was a large detractor.

The largest sector shift in the portfolio during the first half of 2018 was the decrease in cash as it became more fully invested. On a sector level no material changes occurred to the portfolio.

Redwood Asset Management Inc. ("Redwood") was amalgamated into Purpose Investments Inc. ("Purpose") on March 31, 2018. The name of the Fund was changed to Purpose Marijuana Opportunities Fund.

RECENT DEVELOPMENTS

In 2018, the Fund name changed from Marijuana Opportunities Fund to Purpose Marijuana Opportunities Fund. Greg Taylor is the Fund's portfolio manager and continues to take an active approach, through cash management and stock selection, to the portfolio with volatility still high. The largest change regarding the Funds positioning was the decrease in cash holdings within the portfolio. The deployment of the cash position was a result of a broad sector shift downwards throughout late March and early April that presented a great buying opportunity.

The Manager continues to use the advantages of an active approach to an emerging and volatile asset space. The position enables the Fund to identify positive new issues and adjust holdings during a round of consolidation should help to positively position MJJ versus the passive players.

The members of the Independent Review Committee as at December 31, 2017 were Douglas G. Hall (Chair), Randall C. Barnes, and Michael Hollend. On February 5, 2018 Michael Hollend ceased being a member of the Independent Review Committee. The vacant position was filled by Jean M. Fraser on May 18, 2018.

RELATED PARTY TRANSACTIONS

Purpose is deemed to be a related party as Manager of the Fund. Please refer below to the "Management Fee" section for fees paid to Purpose. Purpose has also appointed an Independent Review Committee ("IRC") as required by National Instrument 81-107 *Independent Review Committee for Investment Funds*. The mandate of the IRC is to review, and provide input on, the Manager's written policies and procedures that deal with conflict of interest matters in respect of the Fund. IRC members receive fees and reimbursement of expenses for services provided to the Fund and other Purpose managed funds and such costs are allocated among all the Funds on a fair and reasonable basis. The fees for services rendered to the Fund are reported in the Statement of Comprehensive Income. There are no other related party transactions for the Fund.

INDEPENDENT REVIEW COMMITTEE

The Manager is required to comply with the policies and procedures presented to the IRC with respect to various potential conflicts of interest including valuation and the allocation of operating expenses and to provide periodic reports to the IRC in accordance with NI 81-107.

FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the period from February 1, 2018 to June 30, 2018:

NET ASSETS PER UNIT ⁽¹⁾

For the period from February 1, 2018 to June 30, 2018:

ETF Unit	2018 ^(a) (\$)
Net assets, beginning of period	20.00 ^(b)
Increase (decrease) from operations:	
Total revenue	0.11
Total expenses	(0.28)
Realized gains (losses) for the period	1.71
Unrealized gains (losses) for the period	1.22
Total increase (decrease) from operations ⁽²⁾	2.76
Net assets, end of period	20.61

Notes:

(a) Information presented is for the period February 1, 2018 to June 30, 2018.

(b) Initial offering price.

- This information is derived from the Fund's financial statements prepared in accordance with IFRS. For purposes of unitholder transactions, the Net Asset Value is calculated in accordance with the valuation rules as set out in the Fund's prospectus. The Fund's accounting policies for measuring the fair value of investments and derivatives are consistent with those used in measuring the Net Asset Value for transactions with unitholders.
- Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted-average number of units outstanding over the financial period.

RATIOS AND SUPPLEMENTAL DATA

ETF Unit	2018
Total net asset value (\$) (000s) ⁽¹⁾	10,820
Number of units outstanding (000s) ⁽¹⁾	525
Management expense ratio ⁽²⁾	0.98%
Management expense ratio before waivers or absorptions ⁽²⁾	1.18%
Trading expense ratio ⁽³⁾	2.49%
Portfolio turnover rate ⁽⁴⁾	163.35%
Closing market price (\$)	20.50

Notes:

- The financial information presented in the Ratios and Supplemental Data table is derived from the Fund's net asset value calculated for fund pricing purposes ("NAV") and is provided as at June 30, 2018.
- The management expense ratio ("MER") is calculated as the total expenses, excluding distributions, commissions and other portfolio transaction costs, for the stated period and is expressed as an annualized percentage of the average daily NAV of the Fund. The Manager, at its sole discretion, may waive management fees or absorb expenses. Such waivers and absorptions can be terminated at any time. If the Fund invests in underlying funds managed by the Manager, the Manager does not charge management fees and administrative fees that would result in the duplication of a fee for the same services.
- The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of the Fund's daily average NAV. The trading expense ratio is calculated at the portfolio level and applies to all classes of units of the Fund.
- The portfolio turnover rate is calculated at the portfolio level based on the lesser of purchases or proceeds of sales of securities for the period, excluding cash, short-term notes, and bonds having maturity dates at acquisition of one year or less, divided by the average value of the portfolio securities for the period. The Fund's portfolio turnover rate indicates how actively the Fund's Investment Sub-Advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the portfolio turnover rate in a year, the greater the trading costs payable in the year and the greater the chance of taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and fund performance. The portfolio turnover rate is calculated at the portfolio level and applies to all classes of units of the Fund.

NET ASSETS PER UNIT ⁽¹⁾

For the period from February 1, 2018 to June 30, 2018:

Class A	2018 ^(a) (\$)
Net assets, beginning of period	20.00 ^(b)
Increase (decrease) from operations:	
Total revenue	0.14
Total expenses	(0.32)
Realized gains (losses) for the period	1.26
Unrealized gains (losses) for the period	0.49
Total increase (decrease) from operations ⁽²⁾	1.57
Net assets, end of period	20.54

Notes:

(a) Information presented is for the period February 1, 2018 to June 30, 2018.

(b) Initial offering price.

- This information is derived from the Fund's financial statements prepared in accordance with IFRS. For purposes of unitholder transactions, the Net Asset Value is calculated in accordance with the valuation rules as set out in the Fund's prospectus. The Fund's accounting policies for measuring the fair value of investments and derivatives are consistent with those used in measuring the Net Asset Value for transactions with unitholders.
- Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted-average number of units outstanding over the financial period.

RATIOS AND SUPPLEMENTAL DATA

Class A ⁽⁵⁾	2018
Total net asset value (\$) (000s) ⁽¹⁾	2,088
Number of units outstanding (000s) ⁽¹⁾	102
Management expense ratio ⁽²⁾	2.09%
Management expense ratio before waivers or absorptions ⁽²⁾	2.29%
Trading expense ratio ⁽³⁾	2.49%
Portfolio turnover rate ⁽⁴⁾	163.35%

Notes:

- The financial information presented in the Ratios and Supplemental Data table is derived from the Fund's net asset value calculated for fund pricing purposes ("NAV") and is provided as at June 30, 2018.
- The management expense ratio ("MER") is calculated as the total expenses, excluding distributions, commissions and other portfolio transaction costs, for the stated period and is expressed as an annualized percentage of the average daily NAV of the Fund. The Manager, at its sole discretion, may waive management fees or absorb expenses. Such waivers and absorptions can be terminated at any time. If the Fund invests in underlying funds managed by the Manager, the Manager does not charge management fees and administrative fees that would result in the duplication of a fee for the same services.
- The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of the Fund's daily average NAV. The trading expense ratio is calculated at the portfolio level and applies to all classes of units of the Fund.
- The portfolio turnover rate is calculated at the portfolio level based on the lesser of purchases or proceeds of sales of securities for the period, excluding cash, short-term notes, and bonds having maturity dates at acquisition of one year or less, divided by the average value of the portfolio securities for the period. The Fund's portfolio turnover rate indicates how actively the Fund's Investment Sub-Advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the portfolio turnover rate in a year, the greater the trading costs payable in the year and the greater the chance of taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and fund performance. The portfolio turnover rate is calculated at the portfolio level and applies to all classes of units of the Fund.
- The Class A units and Class F units of the Fund are not traded on a stock exchange.

NET ASSETS PER UNIT ⁽¹⁾

For the period from February 1, 2018 to June 30, 2018:

	2018 ^(a) (\$)
Class F	
Net assets, beginning of period	20.00 ^(b)
Increase (decrease) from operations:	
Total revenue	0.20
Total expenses	(0.25)
Realized gains (losses) for the period	1.38
Unrealized gains (losses) for the period	(1.29)
Total increase from operations ⁽²⁾	0.04
Net assets, end of period	20.68

Notes:

(a) Information presented is for the period February 1, 2018 to June 30, 2018.

(b) Initial offering price.

- This information is derived from the Fund's financial statements prepared in accordance with IFRS. For purposes of unitholder transactions, the Net Asset Value is calculated in accordance with the valuation rules as set out in the Fund's prospectus. The Fund's accounting policies for measuring the fair value of investments and derivatives are consistent with those used in measuring the Net Asset Value for transactions with unitholders.
- Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted-average number of units outstanding over the financial period.

RATIOS AND SUPPLEMENTAL DATA

Class F ⁽³⁾	2018
Total net asset value (\$) (000s) ⁽⁴⁾	2,154
Number of units outstanding (000s) ⁽⁴⁾	104
Management expense ratio ⁽²⁾	1.01%
Management expense ratio before waivers or absorptions ⁽²⁾	1.21%
Trading expense ratio ⁽⁵⁾	2.49%
Portfolio turnover rate ⁽⁴⁾	163.35%

Notes:

- The financial information presented in the Ratios and Supplemental Data table is derived from the Fund's net asset value calculated for fund pricing purposes ("NAV") and is provided as at June 30, 2018.
- The management expense ratio ("MER") is calculated as the total expenses, excluding distributions, commissions and other portfolio transaction costs, for the stated period and is expressed as an annualized percentage of the average daily NAV of the Fund. The Manager, at its sole discretion, may waive management fees or absorb expenses. Such waivers and absorptions can be terminated at any time. If the Fund invests in underlying funds managed by the Manager, the Manager does not charge management fees and administrative fees that would result in the duplication of a fee for the same services.
- The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of the Fund's daily average NAV. The trading expense ratio is calculated at the portfolio level and applies to all classes of units of the Fund.
- The portfolio turnover rate is calculated at the portfolio level based on the lesser of purchases or proceeds of sales of securities for the period, excluding cash, short-term notes, and bonds having maturity dates at acquisition of one year or less, divided by the average value of the portfolio securities for the period. The Fund's portfolio turnover rate indicates how actively the Fund's Investment Sub-Advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the portfolio turnover rate in a year, the greater the trading costs payable in the year and the greater the chance of taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and fund performance. The portfolio turnover rate is calculated at the portfolio level and applies to all classes of units of the Fund.
- The Class A units and Class F units of the Fund are not traded on a stock exchange.

MANAGEMENT FEES

Purpose manages and administers the business, operations and affairs of the Fund. As compensation for the services it provides to the Fund, Purpose is entitled to receive an annual management fee in an amount equal to 0.75% of the NAV of the ETF units, 1.75% of the Class A units and 0.75% of the Class F units. The management fees are calculated daily and paid monthly in arrears. Purpose utilizes 100% of the management fees to pay investment sub-advisory fees, service fees to registered dealers of Class A unitholders, general and administrative expenses and earn revenue.

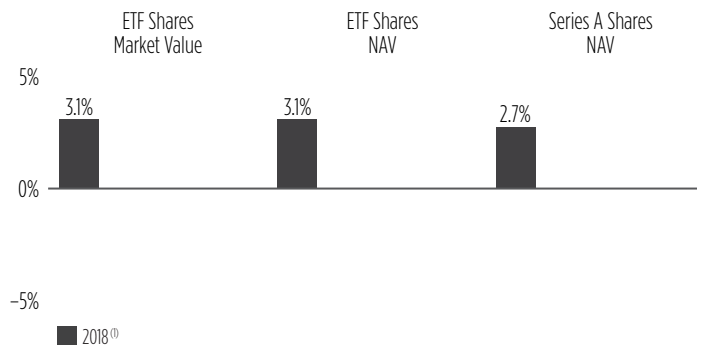
The Fund may from time to time invest in other investment funds which are related funds managed by Purpose. An investment is made where it is an efficient and cost effective way for the Fund to execute its investment strategy. The investment may only be made on the basis that there will be no duplication of management fees.

PAST PERFORMANCE

Please note that the performance information shown in this section assumes that all distributions made by the Fund, if any, in the period shown were reinvested in additional securities of the Fund. It does not take into account sales, redemptions, distributions or other optional charges, or income taxes payable by any investor, which would have reduced the returns. The performance of the Fund in the past does not necessarily indicate how it will perform in the future.

YEAR-BY-YEAR RETURNS

The bar charts show the performance of each Class of units for the financial period in percentage terms, indicating how much an investment made on the first day of the period would have grown or decreased by the last day of the period.



- Return for the period from February 1, 2018 to June 30, 2018.



- Return for the period from February 1, 2018 to June 30, 2018.

SUMMARY OF INVESTMENT PORTFOLIO

As at June 30, 2018

SECTOR MIX

	% of Fund's Net Asset Value
Health Care	81.0
Money Market Funds	12.6
Financials	3.9
Materials	1.2
Corporate	0.5
Cash	2.4
Net Other Assets	(1.6)
Total Net Asset Value	100.00

TOP 25 HOLDINGS

	% of Fund's Net Asset Value
Purpose High Interest Savings ETF	12.6
Hydrophothead Corp. (The)	9.1
OrganiGram Holdings Inc.	8.4
Canopy Growth Corp.	8.0
CannTrust Holdings Inc.	7.9
National Access Cannabis Corp.	5.3
MedReleaf Corp.	4.9
MariCann Group Inc.	4.7
Aphria Inc.	4.3
WeedMD Inc.	4.2
ICC Labs Inc.	3.5
Emblem Corp.	3.2
Supreme Cannabis Co. Inc. (The)	2.9
Green Thumb Industries Inc.	2.8
Emerald Health Therapeutics Inc.	2.7
Cash and Cash Equivalents	2.4
Hiku Brands Co. Ltd.	2.4
TerrAscend Corp.	1.9
iAnthus Capital Holdings Inc.	1.9
PharmaCielo Ltd.	1.7
Tetra Bio-Pharma Inc.	1.2
Canopy Rivers Corp.	1.2
Indiva Ltd.	0.9
MPX Bioceutical Corp.	0.8
CannaRoyalty Corp.	0.8

For investments in other investment funds, their prospectus and other information is available at www.sedar.com.
The investment portfolio may change due to ongoing portfolio transactions. An updated listing is available quarterly.

FUND INFORMATION

MANAGER

Purpose Investments Inc.
130 Adelaide Street West
Suite 1700, P.O. Box 83
Toronto, ON M5H 3P5

LEGAL COUNSEL

Osler, Hoskin & Harcourt LLP
1 First Canadian Place
Toronto, ON M5X 1B8

AUDITOR

Ernst & Young LLP
EY Tower
100 Adelaide Street West, P.O. Box 1
Toronto, ON M5H 0B3

CUSTODIAN

CIBC Mellon Trust Company
1 York Street, Suite 700
Toronto, ON M5J 0B6

REGISTRAR AND TRANSFER AGENT

TSX Trust Company
100 Adelaide Street West, Suite 301
Toronto, ON M5H 4H1

TORONTO STOCK EXCHANGE LISTING

Ticker Symbol: MJJ

INDEPENDENT REVIEW COMMITTEE OF PURPOSE MARIJUANA OPPORTUNITIES FUND

DOUGLAS G. HALL

Chair of the Independent Review Committee

RANDALL C. BARNES

Member of the Independent Review Committee

JEAN M. FRASER

Member of the Independent Review Committee

OFFICERS AND DIRECTORS OF PURPOSE INVESTMENTS INC.

SOM SEIF

President, Chief Executive Officer,
Chairman of the Board of Directors and Director

SCOTT BARTHOLOMEW

Chief Financial Officer, Chief Operating Officer and Director

CAITLIN GOSSAGE

Chief Compliance Officer

JEFF MITELMAN

Director