



PURPOSE
INVESTMENTS

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

PURPOSE MULTI ASSET INCOME FUND
(FORMERLY REDWOOD HIGH INCOME FUND)
FOR THE FINANCIAL PERIOD ENDED JUNE 30, 2018

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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 unit, 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.

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INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

The management report of fund performance presents the views of 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"). The Fund changed its name to Purpose Multi Asset Income Fund effective May 2, 2018.

INVESTMENT OBJECTIVES AND STRATEGIES

The investment objectives of the Fund are to generate a high level of income and long-term capital growth by investing primarily in a mix of income-producing securities, including but not limited to, equity securities, common and preferred units, real estate investment trusts (REITs), convertible securities, investment grade fixed income securities, higher yielding, lower quality fixed income securities, floating rate debt instruments and asset-backed securities and mortgage-backed securities, which may be located anywhere in the world.

To achieve its objective, the portfolio advisor will actively manage the equity, fixed income, and cash components of the Fund. The Fund is not limited to how much it invests in each asset class. This will vary according to market conditions. The portfolio advisor decides how much of the Fund's assets are invested in equity and fixed income securities according to market conditions. The Fund intends to invest between 50% and 100% of its assets in foreign securities.

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

The net asset value per unit as at:

Class	June 30, 2018 (\$)	December 31, 2017 (\$)
ETF Units	20.27	-
Class A	10.13	10.26
Class F	10.45	10.52
Class I	10.89	10.77
Class X	10.36	10.42
Class UA	13.28	12.80
Class UA (USD)	10.09	10.19
Class UF	13.54	12.96
Class UF (USD)	10.29	10.31
Class TA6	9.87	10.04
Class TF6	9.68	9.80

During the period ended June 30, 2018 the Fund paid distributions as follows:

	ETF Units (\$)	Class A (\$)	Class F (\$)	Class I (\$)	Class X (\$)
January	-	0.0420	0.0420	0.0420	0.0420
February	-	0.0420	0.0420	0.0420	0.0420
March	-	0.0420	0.0420	0.0420	0.0420
April	0.0840	0.0420	0.0430	0.0450	0.0430
May	0.0840	0.0420	0.0430	0.0450	0.0430
June	0.0840	0.0420	0.0430	0.0450	0.0430
Total	0.2520	0.2533	0.2565	0.4551	0.2552

	Class UA (\$)	Class UF (\$)	Class TA6 (\$)	Class TF6 (\$)
January	0.0420	0.0420	0.0501	0.0489
February	0.0420	0.0420	0.0487	0.0476
March	0.0420	0.0420	0.0496	0.0485
April	0.0530	0.0540	0.0486	0.0476
May	0.0530	0.0540	0.0493	0.0483
June	0.0530	0.0540	0.0492	0.0482
Total	0.3663	0.3703	0.2977	0.3151

Markets during the first half of 2018 have been characterized by resilient earnings and economic momentum, overlaid with increasing market volatility as the market grapples with a variety of heightened macroeconomic concerns. In Q1, worries about the direction of US interest rates were the primary basis of investor fears as inflation began to show signs of heating up. The focus has subsequently shifted to rising trade tensions between the US and the rest of the world, where tariff implementation has an impact on product demand and the potential to meaningfully disrupt global supply chains.

Global equity markets have been generally positive in aggregate over the first half of 2018, led by growth and momentum names while value has lagged. US markets have gained modestly, while most other geographies have lagged. Europe has been impacted by heightened political uncertainty, while changing relative interest rate expectations and the follow-through impact on currencies has been a key driver of relative market performance across the board.

US Treasury yields have shown signs of life in 2018, with the 10-year picking up sharply in Q1, before touching a seven-year high in May before risk aversion led to "safe-haven" buying that pushed yields back down in June. With the US economy in particular continuing to show strength, inflationary pressures are building. However, the amount of macro risk floating around is causing the market to question how hawkish the FOMC can be on a forward-looking basis.

The Fund has delivered modestly positive performance in this environment.

The Purpose Multi-Asset Income Fund was reshaped during the past six months as a combination of 5 income funds, leading to notable asset mix changes toward our target mix for the Fund. These are itemized as follows:

- Decreased equity allocation toward neutral weighting and diversified with equity income strategy. We are overweight Canadian equities due to commodity focus, which aligns with our view of being in a late cycle economic expansion. We also favour international dividend payers and have added exposure.
- Increased allocation to alternative income strategies, which provide uncorrelated income through option-writing strategies and preferred shares.
- Increased fixed income exposure, with an emphasis on high yield and floating rate sectors that have less duration.

In general, the Fund is set up to reflect our view that we are in a late-stage expansionary environment and the path of interest rates is more likely to be up

than down. The Fund has a mandate to materially change the asset mix based on the manager's view of the macroeconomic environment and the results of its bottom-up fundamental research, with an objective of generating an attractive yield from a blend of uncorrelated income streams.

Redwood Asset Management Inc. ("Redwood") was amalgamated into Purpose Investments Inc. ("Purpose"). The Fund changed its name to Purpose Multi Asset Income Fund effective May 2, 2018.

RECENT DEVELOPMENTS

On March 31, 2018 Redwood Asset Management Inc. was amalgamated into Purpose Investments Inc. As a result, the name of the Fund was changed to Purpose Multi-Asset Income Fund.

On April 5, 2018 ETF units of Purpose Multi-Asset Income Fund commenced trading on the Toronto Stock Exchange today under the ticker symbol PINC.

On May 4, 2018 Redwood Monthly Income Fund, Redwood Advantage Monthly Income Fund, Redwood Global Balanced Income Fund and Redwood Balanced Income Fund were merged into Purpose Multi-Asset Income Fund. The Fund launched an ETF series on the Toronto Stock Exchange on April 5, 2018.

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 Investments Inc. 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 Funds are reported in the Statements 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 periods ended December 31, except 2018 which is provided as at June 30:

NET ASSETS PER UNIT ⁽¹⁾

For the period from April 5, 2018 to June 30, 2018:

ETF Units	2018 ^(a) (\$)
Net asset value, beginning of year	20.00 ^(b)
Increase (decrease) from operations:	
Total revenue	0.25
Total expenses	(0.06)
Realized gains (losses) for the period	0.37
Unrealized gains (losses) for the period	(0.26)
Total increase (decrease) from operations ⁽²⁾	0.30
Distributions:	
From investment income	(0.25)
Total distributions ⁽³⁾	(0.25)
Net asset value, end of year	20.27

Notes:

(a) Information presented is for the period April 5, 2018 to June 30, 2018.

(b) Initial offering price.

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- 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.
- Distributions were paid in cash or reinvested in additional units of the Fund.

RATIOS AND SUPPLEMENTAL DATA

ETF Units	2018
Total net asset value (\$) (000's) ⁽¹⁾	156,689
Number of units outstanding (000's) ⁽¹⁾	7,729
Management expense ratio ⁽²⁾	0.92%
Management expense ratio before absorptions ⁽²⁾	0.92%
Trading expense ratio ⁽³⁾	0.34%
Portfolio turnover rate ⁽⁴⁾	167.83%
Closing market price (\$)	20.18

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 December 31 of the year shown, except 2018 which is shown as at June 30.
- 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 Fund's portfolio turnover rate indicates how actively the Fund's Portfolio Manager 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 Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Fund. Portfolio turnover rate is calculated by dividing the lesser of the cost of purchases and the proceeds of sales of portfolio securities for the period, excluding cash and short-term investments maturing in less than one year, by the average market value of investments during the period.

NET ASSETS PER UNIT ⁽¹⁾

Class A	2018 ^(a) (\$)	2017 (\$)	2016 (\$)	2015 ^(b) (\$)
Net asset value, beginning of year	10.26	10.10	9.94	10.00^(c)
Increase (decrease) from operations:				
Total revenue	0.28	0.59	0.66	0.05
Total expenses	(0.12)	(0.23)	(0.28)	(0.06)
Realized gains (losses) for the period	0.24	0.43	(0.05)	(0.12)
Unrealized gains (losses) for the period	(0.27)	(0.14)	0.43	0.20
Total increase (decrease) from operations ⁽²⁾	0.13	0.65	0.76	0.07
Distributions:				
From investment income	(0.25)	(0.14)	(0.44)	(0.08)
From dividends	-	(0.26)	-	-
From capital gains	-	(0.10)	-	-
Return of capital	-	-	(0.09)	-
Total distributions ⁽³⁾	(0.25)	(0.50)	(0.53)	(0.08)
Net asset value, end of year	10.13	10.26	10.10	9.94

Notes:

- (a) Information presented is for the period January 1, 2018 to June 30, 2018.
- (b) Information presented is for the period November 2, 2015 to December 31, 2015.
- (c) Initial offering price.

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2. 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.
3. Distributions were paid in cash or reinvested in additional units of the Fund.

RATIOS AND SUPPLEMENTAL DATA

Class A	2018	2017	2016	2015
Total net asset value (\$) (000's) ⁽¹⁾	109,083	90,147	122,546	13,023
Number of units outstanding (000's) ⁽¹⁾	10,767	8,788	12,137	1,311
Management expense ratio ⁽²⁾	2.20%	2.40%	2.20%	2.25%
Management expense ratio before absorptions ⁽²⁾	2.20%	2.40%	2.47%	3.70%
Trading expense ratio ⁽³⁾	0.34%	0.14%	0.54%	0.96%
Portfolio turnover rate ⁽⁴⁾	167.83%	30.96%	232.14%	44.68%

Notes:

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NET ASSETS PER UNIT ⁽¹⁾

Class F	2018 ^(a) (\$)	2017 (\$)	2016 (\$)	2015 ^(b) (\$)
Net asset value, beginning of year	10.52	10.24	9.95	10.00^(c)
Increase (decrease) from operations:				
Total revenue	0.29	0.60	0.66	0.05
Total expenses	(0.07)	(0.24)	(0.18)	(0.03)
Realized gains (losses) for the period	0.23	0.44	0.04	(0.12)
Unrealized gains (losses) for the period	(0.27)	(0.12)	0.42	0.19
Total increase (decrease) from operations ⁽²⁾	0.18	0.68	0.94	0.09
Distributions:				
From investment income	(0.26)	(0.15)	(0.41)	(0.08)
From dividends	-	(0.27)	-	-
From capital gains	-	(0.08)	-	-
Return of capital	-	-	(0.09)	-
Total distributions ⁽³⁾	(0.26)	(0.50)	(0.50)	0.08
Net asset value, end of year	10.45	10.52	10.24	9.95

Notes:

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RATIOS AND SUPPLEMENTAL DATA

Class F	2018	2017	2016	2015
Total net asset value (\$) (000's) ⁽¹⁾	18,130	20,480	30,145	4,664
Number of units outstanding (000's) ⁽¹⁾	1,734	1,946	2,945	469
Management expense ratio ⁽²⁾	1.12%	1.33%	1.20%	1.25%
Management expense ratio before waivers or absorptions ⁽²⁾	1.12%	1.33%	1.45%	2.90%
Trading expense ratio ⁽³⁾	0.34%	0.14%	0.54%	0.96%
Portfolio turnover rate ⁽⁴⁾	167.83%	30.96%	232.14%	44.68%

Notes:

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NET ASSETS PER UNIT ⁽¹⁾

Class I	2018 ^(a) (\$)	2017 (\$)	2016 (\$)	2015 ^(b) (\$)
Net asset value, beginning of year	10.77	10.36	9.96	10.00^(c)
Increase (decrease) from operations:				
Total revenue	0.30	0.62	0.65	0.05
Total expenses	(0.03)	(0.25)	(0.07)	(0.02)
Realized gains (losses) for the period	0.09	0.46	0.01	(0.11)
Unrealized gains (losses) for the period	(0.83)	0.81	0.41	0.20
Total increase (decrease) from operations ⁽²⁾	(0.47)	1.64	1.00	0.12
Distributions:				
From investment income	(0.46)	-	(0.43)	(0.08)
From capital gains	-	(0.50)	-	-
Return of capital	-	-	(0.09)	-
Total distributions ⁽³⁾	(0.46)	(0.50)	(0.52)	(0.08)
Net asset value, end of year	10.89	10.77	10.36	9.96

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3. Distributions were paid in cash or reinvested in additional units of the Fund.

RATIOS AND SUPPLEMENTAL DATA

Class I	2018	2017	2016	2015
Total net asset value (\$) (000's) ⁽¹⁾	1	12	26,637	6,461
Number of units outstanding (000's) ⁽¹⁾	-	1	2,572	649
Management expense ratio ⁽²⁾	0.29%	0.27%	0.03%	0.56%
Management expense ratio before waivers or absorptions ⁽²⁾	0.29%	0.27%	0.43%	1.65%
Trading expense ratio ⁽³⁾	0.34%	0.14%	0.54%	0.96%
Portfolio turnover rate ⁽⁴⁾	167.83%	30.96%	232.14%	44.68%

Notes:

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NET ASSETS PER UNIT ⁽¹⁾

Class X	2018 ^(a) (\$)	2017 (\$)	2016 ^(b) (\$)
Net asset value, beginning of year	10.42	10.13	10.00^(c)
Increase (decrease) from operations:			
Total revenue	0.29	0.59	0.41
Total expenses	(0.07)	(0.24)	(0.12)
Realized gains (losses) for the period	0.22	0.45	(0.05)
Unrealized gains (losses) for the period	(0.26)	-	0.24
Total increase (decrease) from operations ⁽²⁾	0.18	0.80	0.48
Distributions:			
From investment income	(0.26)	(0.15)	(0.29)
From dividends	-	(0.28)	-
From capital gains	-	(0.07)	-
Return of capital	-	-	(0.06)
Total distributions ⁽³⁾	(0.26)	(0.50)	(0.35)
Net asset value, end of year	10.36	10.42	10.13

Notes:

- (a) Information presented is for the period January 1, 2018 to June 30, 2018.
- (b) Information presented is for the period May 27, 2016 to December 31, 2016.
- (c) Initial offering price.

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3. Distributions were paid in cash or reinvested in additional units of the Fund.

RATIOS AND SUPPLEMENTAL DATA

Class X	2018	2017	2016
Total net asset value (\$) (000's) ⁽¹⁾	4,773	5,375	6,841
Number of units outstanding (000's) ⁽¹⁾	461	516	675
Management expense ratio ⁽²⁾	1.02%	1.21%	1.08%
Management expense ratio before waivers or absorptions ⁽²⁾	1.02%	1.21%	1.08%
Trading expense ratio ⁽³⁾	0.34%	0.14%	0.54%
Portfolio turnover rate ⁽⁴⁾	167.83%	30.96%	232.14%

Notes:

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2. 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.
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4. The Fund's portfolio turnover rate indicates how actively the Fund's Portfolio Manager 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 Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Fund. Portfolio turnover rate is calculated by dividing the lesser of the cost of purchases and the proceeds of sales of portfolio securities for the period, excluding cash and short-term investments maturing in less than one year, by the average market value of investments during the period.

NET ASSETS PER UNIT ⁽¹⁾

Class UA	2018 ^(a) (\$)	2017 (\$)	2016 ^(b) (\$)
Net asset value, beginning of year (USD)	10.19	10.06	10.00 ^(c)
Net asset value, beginning of year	12.80	13.49	13.03
Increase (decrease) from operations:			
Total revenue	0.37	0.76	0.54
Total expenses	(0.17)	(0.30)	(0.25)
Realized gains (losses) for the period	1.01	0.57	0.23
Unrealized gains (losses) for the period	(0.36)	(0.92)	0.23
Total increase (decrease) from operations ⁽²⁾	0.85	0.11	0.75
Distributions:			
From investment income	(0.37)	(0.66)	(0.10)
From dividends	-	-	(0.22)
From capital gains	-	-	(0.07)
Total distributions ⁽³⁾	(0.37)	(0.66)	(0.39)
Net asset value, end of year	13.28	12.80	13.49
Net asset value, end of year (USD)	10.09	10.19	10.06

Notes:

- (a) Information presented is for the period January 1, 2018 to June 30, 2018.
- (b) Information presented is for the period May 27, 2016 to December 31, 2016.
- (c) Initial offering price.

1. 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.
2. 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.
3. Distributions were paid in cash or reinvested in additional units of the Fund.

RATIOS AND SUPPLEMENTAL DATA

Class UA	2018	2017	2016
Total net asset value (\$) (000's) ⁽¹⁾	212	199	256
Number of units outstanding (000's) ⁽¹⁾	16	16	19
Management expense ratio ⁽²⁾	2.26%	2.40%	2.26%
Management expense ratio before waivers or absorptions ⁽²⁾	2.26%	2.40%	2.51%
Trading expense ratio ⁽³⁾	0.34%	0.14%	0.54%
Portfolio turnover rate ⁽⁴⁾	167.83%	30.96%	232.14%

Notes:

1. 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 December 31 of the year shown, except 2018 which is shown as at June 30.
2. 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.
3. 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.
4. The Fund's portfolio turnover rate indicates how actively the Fund's Portfolio Manager 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 Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Fund. Portfolio turnover rate is calculated by dividing the lesser of the cost of purchases and the proceeds of sales of portfolio securities for the period, excluding cash and short-term investments maturing in less than one year, by the average market value of investments during the period.

NET ASSETS PER UNIT ⁽¹⁾

Class UF	2018 ^(a) (\$)	2017 (\$)	2016 ^(b) (\$)
Net asset value, beginning of year (USD)	10.31	10.08	10.00 ^(c)
Net asset value, beginning of year	12.96	13.52	13.03
Increase (decrease) from operations:			
Total revenue	0.37	0.77	0.54
Total expenses	(0.09)	(0.31)	(0.17)
Realized gains (losses) for the period	1.19	0.58	0.29
Unrealized gains (losses) for the period	(0.52)	(1.17)	0.35
Total increase (decrease) from operations ⁽²⁾	0.95	(0.13)	1.01
Distributions:			
From investment income	(0.37)	(0.66)	(0.12)
From dividends	-	-	(0.26)
From capital gains	-	-	(0.08)
Total distributions ⁽³⁾	(0.37)	(0.66)	(0.46)
Net asset value, end of year	13.54	12.96	13.52
Net asset value, end of year (USD)	10.29	10.31	10.08

Notes:

- (a) Information presented is for the period January 1, 2018 to June 30, 2018.
- (b) Information presented is for the period May 27, 2016 to December 31, 2016.
- (c) Initial offering price.

1. 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.
2. 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.
3. Distributions were paid in cash or reinvested in additional units of the Fund.

RATIOS AND SUPPLEMENTAL DATA

Class UF	2018	2017	2016
Total net asset value (\$) (000's) ⁽¹⁾	34	31	579
Number of units outstanding (000's) ⁽¹⁾	2	2	43
Management expense ratio ⁽²⁾	1.14%	1.40%	1.14%
Management expense ratio before waivers or absorptions ⁽²⁾	1.14%	1.40%	1.30%
Trading expense ratio ⁽³⁾	0.34%	0.14%	0.54%
Portfolio turnover rate ⁽⁴⁾	167.83%	30.96%	232.14%

Notes:

1. 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 December 31 of the year shown, except 2018 which is shown as at June 30.
2. 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.
3. 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.
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NET ASSETS PER UNIT ⁽¹⁾

Class TA6	2018 ^(a) (\$)	2017 (\$)	2016 ^(b) (\$)
Net asset value, beginning of year	10.04	9.98	10.00 ^(c)
Increase (decrease) from operations:			
Total revenue	0.28	0.57	0.39
Total expenses	(0.11)	(0.23)	(0.19)
Realized gains (losses) for the period	0.19	0.42	0.02
Unrealized gains (losses) for the period	(0.32)	(0.60)	0.09
Total increase (decrease) from operations ⁽²⁾	0.04	0.16	0.31
Distributions:			
From investment income	(0.30)	(0.21)	(0.29)
From dividends	-	(0.39)	-
Return of capital	-	-	(0.06)
Total distributions ⁽³⁾	(0.30)	(0.60)	(0.35)
Net asset value, end of year	9.87	10.04	9.98

Notes:

- (a) Information presented is for the period January 1, 2018 to June 30, 2018.
- (b) Information presented is for the period June 3, 2016 to December 31, 2016.
- (c) Initial offering price.

1. 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.
2. 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.
3. Distributions were paid in cash or reinvested in additional units of the Fund.

RATIOS AND SUPPLEMENTAL DATA

Class TA6	2018	2017	2016
Total net asset value (\$) (000's) ⁽¹⁾	1,120	2,524	134
Number of units outstanding (000's) ⁽¹⁾	113	251	13
Management expense ratio ⁽²⁾	2.16%	2.39%	2.23%
Management expense ratio before waivers or absorptions ⁽²⁾	2.16%	2.39%	2.50%
Trading expense ratio ⁽³⁾	0.34%	0.14%	0.54%
Portfolio turnover rate ⁽⁴⁾	167.83%	30.96%	232.14%

Notes:

1. 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 December 31 of the year shown, except 2018 which is shown as at June 30.
2. 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.
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NET ASSETS PER UNIT ⁽¹⁾

Class TF6	2018 ^(a) (\$)	2017 ^(b) (\$)
Net asset value, beginning of year	9.80	10.04 ^(c)
Increase (decrease) from operations:		
Total revenue	0.27	0.55
Total expenses	(0.06)	(0.22)
Realized gains (losses) for the period	0.20	0.42
Unrealized gains (losses) for the period	(0.28)	(1.59)
Total increase (decrease) from operations ⁽²⁾	0.13	(0.84)
Distributions:		
From investment income	(0.31)	(0.08)
From dividends	-	(0.14)
From capital gains	-	(0.36)
Total distributions ⁽³⁾	(0.31)	(0.58)
Net asset value, end of year	9.68	9.80

Notes:

- (a) Information presented is for the period January 1, 2018 to June 30, 2018.
- (b) Information presented is for the period June 1, 2017 to December 31, 2017.
- (c) Initial offering price.

1. 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.
2. 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.
3. Distributions were paid in cash or reinvested in additional units of the Fund.

RATIOS AND SUPPLEMENTAL DATA

Class TF6	2018	2017
Total net asset value (\$) (000's) ⁽¹⁾	189	363
Number of units outstanding (000's) ⁽¹⁾	20	37
Management expense ratio ⁽²⁾	1.18%	0.79%
Management expense ratio before waivers or absorptions ⁽²⁾	1.18%	0.79%
Trading expense ratio ⁽³⁾	0.34%	0.14%
Portfolio turnover rate ⁽⁴⁾	167.83%	30.96%

Notes:

1. 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 December 31 of the year shown, except 2018 which is shown as at June 30.
2. 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.
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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 1.90% of NAV of the Class A, UA, TA6 units, 0.90% of the Class F, UF, TF6 units, 0.75% of the Class X units and 0.00% of the Class I Units. The management fees are calculated daily and paid monthly in arrears. Purpose utilizes the management fees to pay investment sub-advisory fees, service fees to registered dealers of Class A, general and administrative expenses and earn revenue.

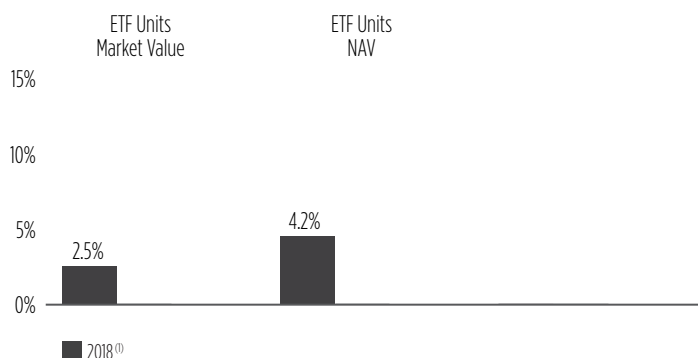
The Fund may from time to time invest in other investment funds which are related funds managed by Purpose. An investment is made where it is an efficient and cost-effective way for the Fund to execute its investment strategy. The investment may only be made on the basis that there will be no duplication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

PAST PERFORMANCE

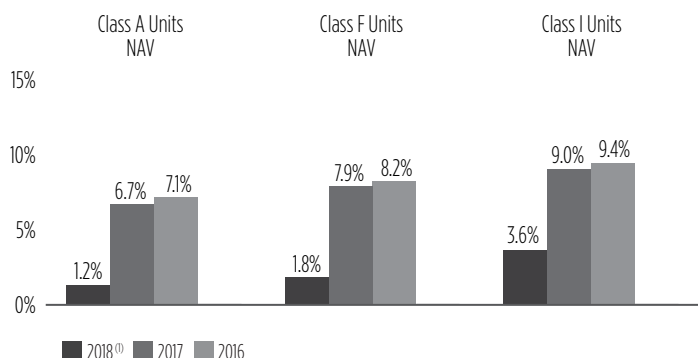
The indicated rates of return are the historical total returns including changes in unit values and assume reinvestment of all distributions in additional units of the relevant class of the Fund. Please note that past performance is not indicative of future performance Year-by-Year Returns.

YEAR-BY-YEAR RETURNS

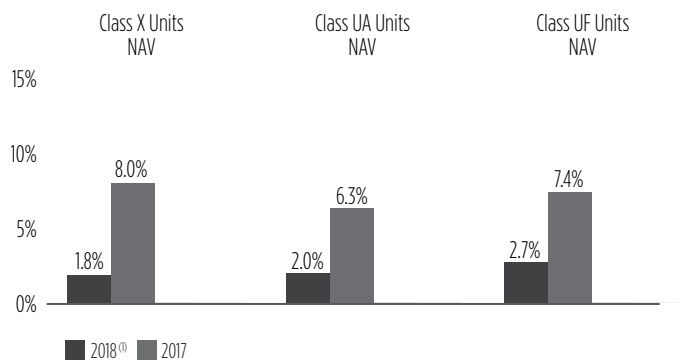
The bar charts show the performance of each class of units for the financial period in percentage terms, indicating how much an investment made on the first day of the period would have grown or decreased by the last day of the period.



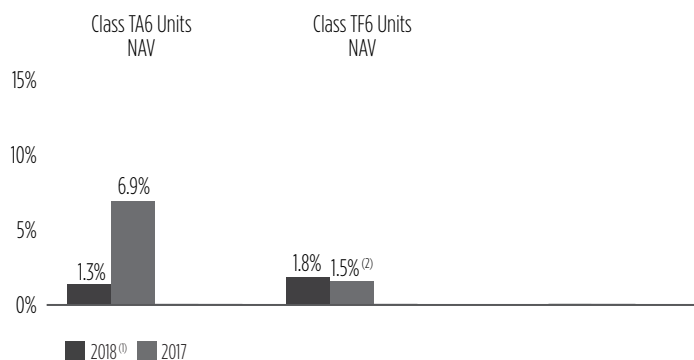
1. Return for the period April 5, 2018 to June 30, 2018.



1. Return for the period January 1, 2018 to June 30, 2018.



1. Return for the period January 1, 2018 to June 30, 2018.



1. Return for the period January 1, 2018 to June 30, 2018.

2. Return for the period June 1, 2017 (commencement of operations) to December 31, 2017.

SUMMARY OF INVESTMENT PORTFOLIO

As at June 30, 2018

ASSET MIX

	% of Fund's Net Asset Value
Equities:	
Real Estate	12.8
Financials	11.3
Energy	10.8
Utilities	6.6
Consumer Discretionary	1.7
Telecommunication Services	1.0
Health Care	0.9
Consumer Staples	0.8
Fixed Income:	
High Yield	4.0
Mutual & Exchange Traded Funds:	
Fixed Income Funds	24.7
Alternative Strategies Funds	11.7
Money Market Funds	6.9
Equity Income Funds	5.2
Other Assets:	
Cash and Cash Equivalents	0.4
Net Other Assets	1.2
Total Net Asset Value	100.0

SECTOR MIX

	% of Fund's Net Asset Value
Mutual & Exchange Traded Funds	48.5
Equities	45.9
Fixed Income	4.0
Cash and Cash Equivalents	0.4
Net Other Assets	1.2
Total Net Asset Value	100.0

TOP 25 HOLDINGS

	% of Fund's Net Asset Value
Purpose Premium Yield Fund	10.5
Purpose Strategic Yield Fund	10.1
Purpose High Interest Savings ETF	7.0
Purpose Tactical Bond Fund	6.8
Purpose Canadian Preferred Share Fund	5.4
Purpose International Dividend Fund	5.2
Parkland Fuel Corporation	2.3
AltaGas Limited	2.3
Purpose Energy Credit Fund	2.2
Pembina Pipeline Corporation	2.2
Bank of Montreal	2.1
WPT Industrial Real Estate Investment Trust	2.1
The Toronto-Dominion Bank	2.1
Canadian Imperial Bank of Commerce	2.0
Royal Bank of Canada	2.0
The Bank of Nova Scotia	1.9
Northland Power Inc.	1.9
Easy Legal Finance Inc. 11.75% November 01, 2019	1.7
Invesque Inc.	1.7
Capital Power Corporation	1.7
Park Lawn Corporation	1.5
Lofts Development Group Inc., Private Placement	1.4
Pure Multi-Family REIT LP	1.3
Purpose MLP & Income Infrastructure Fund	1.2
StorageVault Canada Inc.	1.2

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

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CUSTODIAN

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REGISTRAR AND TRANSFER AGENT

TSX Trust Company
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UNITHOLDER AND RECORDKEEPING

CIBC Mellon Global Securities Company
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TORONTO STOCK EXCHANGE LISTING

Ticker Symbol: PINC

INDEPENDENT REVIEW COMMITTEE OF PURPOSE MULTI ASSET INCOME FUND (FORMERLY REDWOOD HIGH INCOME 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