

CFG Custom Portfolio Corporation

Financial Statements

For the period from July 31, 2018 to December 31, 2018 and the year ended July 30, 2018

Independent Auditor's Report

To the Shareholders of the following funds of CFG Custom Portfolio Corporation, including:

Class A-3 Conservative Equity,
Class D-3 Income,
Class E-3 Balance,
Class F-3 Balance Growth,
Class I-3 Option Writing, and
Class J-3 Enhanced Global Income:

Opinion

We have audited the financial statements of each of the funds of CFG Custom Portfolio Corporation (the "Company"), including Class A-3 Conservative Equity, Class D-3 Income, Class E-3 Balance, Class F-3 Balance Growth, Class I-3 Option Writing and Class J-3 Enhanced Global Income, which comprise the statements of financial position as at December 31, 2018 and July 30, 2018, and the statements of comprehensive income, changes in net assets attributable to holders of redeemable shares and cash flows for the period from July 31, 2018 to December 31, 2018, and the year ended July 30, 2018, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of each of the funds of CFG Custom Portfolio Corporation, including Class A-3 Conservative Equity, Class D-3 Income, Class E-3 Balance, Class F-3 Balance Growth, Class I-3 Option Writing and Class J-3 Enhanced Global Income as at December 31, 2018 and July 30, 2018, and its financial performance and its cash flows of each of the foregoing funds for the periods then ended in accordance with International Financial Reporting Standards.

Basis for Opinion

We conducted our audits in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audits of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the

circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Mississauga, Ontario

April 30, 2019

MNP LLP

Chartered Professional Accountants

Licensed Public Accountants

CFG Custom Portfolio Corporation

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CFG Custom Portfolio Corporation
Class A-3 Conservative Equity
Statement of Financial Position
As at

	December 31 2018	July 30 2018
Assets		
Current assets		
Investments (Schedule of investment portfolio)	\$ 47,000,359	\$ 62,943,559
Cash and cash equivalents (Note 4)	20,286,725	5,548,876
Accrued interest	37,242	93,685
Accrued dividends	56,931	96,631
Subscriptions receivable	9,032	9,032
Prepaid income taxes	159,466	159,466
Total assets	67,549,755	68,851,249
Liabilities		
Current liabilities		
Accrued liabilities (Note 7)	108,123	88,600
Redemptions payable	26,976	16,000
Derivative liabilities (Schedule of investment portfolio)	3,135,058	689,654
Total liabilities (excluding net assets attributable to holders of redeemable shares)	3,270,157	794,254
Net assets attributable to holders of redeemable shares	\$ 64,279,598	\$ 68,056,995
Series Net Assets Attributable to Holders of Redeemable Shares		
Series A	\$ 55,759,057	\$ 57,379,777
Series D	8,520,541	10,677,218
	\$ 64,279,598	\$ 68,056,995
Number of Shares Outstanding (Note 5)		
Series A	3,407,758	2,869,647
Series D	645,720	655,958
Net Assets Attributable to Holders of Redeemable Shares per Share		
Series A	\$ 16.36	\$ 20.00
Series D	\$ 13.20	\$ 16.28

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

Approved on behalf of the Board of the R. N. Croft Financial Group Inc.

Signed: "Chris Croft"

Director

CFG Custom Portfolio Corporation
Class A-3 Conservative Equity
Statement of Comprehensive Income
For the periods ended

	December 31	July 30
	2018	2018
Income		
Interest	\$ 142,962	\$ 140,098
Dividends	385,740	1,051,622
Foreign withholding taxes	(7,586)	(22,229)
Income trust distribution	47,080	35,589
Realized (loss) gain on sale of investments	(2,728,997)	7,093,754
Unrealized depreciation of investments	(7,272,991)	(497,849)
Exchange on foreign currencies	(4,000)	646,933
	(9,437,792)	8,447,918
Expenses		
Management fees (Note 7)	103,668	224,625
Harmonized sales tax	22,700	53,998
Bank charges and interest	5,369	2,175
General operating expenses	172,051	466,271
	303,788	747,069
(Decrease) increase in net assets attributable to holders of redeemable shares	\$ (9,741,580)	\$ 7,700,849
Increase in net assets attributable to holders of redeemable shares		
Series A	\$ (8,354,091)	\$ 1,822,903
Series D	(1,387,489)	1,589,476
Series I	-	4,288,470
	\$ (9,741,580)	\$ 7,700,849
Increase in net assets attributable to holders of redeemable shares per share (Note 13)		
Series A	\$ (2.64)	\$ 1.11
Series D	\$ (2.15)	\$ 1.82
Series I	\$ -	\$ 3.12

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

CFG Custom Portfolio Corporation
Class A-3 Conservative Equity
Statement of Changes in Net Assets Attributable to Holders of Redeemable Shares
For the periods ended

	Series A		Series D		Series I		Total	
	December 31 2018	July 30 2018	December 31 2018	July 30 2018	December 31 2018	July 30 2018	December 31 2018	July 30 2018
Net assets attributable to holders of redeemable shares, beginning of period	\$ 57,379,777	\$ 6,024,739	\$ 10,677,218	\$ 14,272,751	\$ -	\$ 48,035,155	\$ 68,056,995	\$ 68,332,645
Operations:								
(Decrease) increase in net assets attributable to holders of redeemable shares	(8,354,091)	1,822,903	(1,387,489)	1,589,476	-	4,288,470	(9,741,580)	7,700,849
Redeemable share transactions								
Proceeds from issuance of shares	10,383,536	76,487,004	352,519	6,572,497	-	10,511,446	10,736,055	93,570,947
Reinvested distributions	3,532,327	1,820,701	602,290	2,061,396	-	6,127,744	4,134,617	10,009,841
Redemptions	(3,643,276)	(26,947,485)	(1,121,707)	(11,753,870)	-	(62,821,231)	(4,764,983)	(101,522,586)
	10,272,587	51,360,220	(166,898)	(3,119,977)	-	(46,182,041)	10,105,689	2,058,202
Distribution to Shareholders (Note 6)	(3,539,216)	(1,828,085)	(602,290)	(2,065,032)	-	(6,141,584)	(4,141,506)	(10,034,701)
Net (decrease) in net assets attributable to holders of redeemable shares for the period	(1,620,720)	51,355,038	(2,156,677)	(3,595,533)	-	(48,035,155)	(3,777,397)	(275,650)
Net assets attributable to holders of redeemable shares, end of period	\$ 55,759,057	\$ 57,379,777	\$ 8,520,541	\$ 10,677,218	\$ -	\$ -	\$ 64,279,598	\$ 68,056,995

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

CFG Custom Portfolio Corporation
Class A-3 Conservative Equity
Schedule of Investment Portfolio

As at December 31, 2018

Description	Quantity	\$Cost	\$Fair Value
FIXED INCOME- Long			
Ford Credit Canada Co 2.939 2/19/2019	3,480,000	3,488,491	3,480,800
Total FIXED INCOME-Long		3,488,491	3,480,800
CANADIAN EQUITY- Long			
Brookfield Asset Management Inc Class A	49,800	2,358,785	2,605,536
Canadian Tire Corp Ltd	19,400	3,041,317	2,769,156
CCL Industries Inc	50,500	1,989,973	2,528,030
Dollarama Inc	75,100	3,574,750	2,438,497
iShares S&P/TSX Canadian Preferred Share Index Fund	230,000	2,792,039	2,881,900
iShares S&P/TSX Capped Financial Index Fund	72,900	2,406,207	2,465,478
NFI Group Inc	59,400	2,719,816	2,021,976
Open Text Corp	66,800	3,233,256	2,972,600
Premium Brands Holdings Corp	34,900	3,847,207	2,612,614
Richelieu Hardware Ltd	115,500	3,439,322	2,620,695
Suncor Energy Inc	48,900	2,002,533	1,864,557
Toronto-Dominion Bank/The	34,800	1,811,411	2,361,528
Waste Connections Inc	28,000	2,653,874	2,837,239
Total CANADIAN EQUITY-Long		35,870,490	32,979,806
FOREIGN EQUITY- Long			
Alibaba Group Holding Ltd	11,800	2,383,449	2,203,581
DocuSign Inc	37,900	2,579,833	2,069,529
Facebook Inc	13,100	2,948,217	2,339,621
Visa Inc	15,700	1,749,806	2,822,155
Total FOREIGN EQUITY-Long		9,661,305	9,434,886

CFG Custom Portfolio Corporation
Class A-3 Conservative Equity
Schedule of Investment Portfolio (continued)

As at December 31, 2018

Description	Quantity	\$Cost	\$Fair Value
DERIVATIVE ASSETS- Long			
Alphabet Inc 3/15/2019 Call 1000	2,000	173,811	228,611
Amazon.com Inc 1/18/2019 Put 1400	2,500	171,326	86,002
Alibaba Group Holding Ltd 2/15/2019 C200	17,700	77,773	1,447
CVS Health Corp 2/15/2019 Call 75	28,000	83,421	13,351
Invesco QQQ Trust Series 1 3/15/2019 Call 151	9,500	86,430	128,263
iShares US Aerospace & Defense 4/18/2019 Call 170	10,900	140,611	167,807
JPMorgan Chase & Co 3/15/2019 Call 100	19,800	80,122	90,368
salesforce.com Inc 1/18/2019 Put 120	71,200	346,519	84,392
SPDR S&P 500 ETF Trust 1/18/2019 Put 245	25,300	222,151	115,470
Thermo Fisher Scientific Inc 1/18/2019 Put 210	71,200	365,770	189,156
Total DERIVATIVE ASSETS- Long		1,747,934	1,104,867
Total Investment Assets		50,768,220	47,000,359
DERIVATIVE LIABILITIES-Short			
Alphabet Inc 3/15/2019 Put 1000	(2,000)	(202,324)	(114,442)
Amazon.com Inc 1/18/2019 Put 1650	(2,500)	(243,808)	(554,837)
Broadcom Inc 06/21/2019 Put 230	(9,500)	(354,265)	(201,908)
CVS Health Corp 2/15/2019 Put 75	(28,000)	(201,856)	(394,060)
Invesco QQQ Trust Series 1 3/15/2019 Put 151	(9,500)	(128,870)	(85,164)
iShares US Aerospace & Defense 4/18/2019 Put 170	(10,900)	(162,810)	(122,514)
JPMorgan Chase & Co 3/15/2019 Put 100	(19,800)	(253,805)	(178,578)
Salesforce.com Inc 1/18/2019 Put 130	(71,200)	(702,654)	(267,728)
SPDR S&P 500 ETF Trust 2/15/2019 Put 265	(5,000)	(158,245)	(115,940)
SPDR S&P 500 ETF Trust 1/18/2019 Put 265	(20,300)	(215,292)	(429,232)
Thermo Fisher Scientific Inc 1/18/2019 Put 220	(71,200)	(684,066)	(426,813)
UnitedHealth Group Inc 6/21/2019 Put 260	(7,600)	(140,545)	(243,842)
Total DERIVATIVE LIABILITIES-Short		(3,448,540)	(3,135,058)
Total Investment Portfolio		47,319,680	43,865,301
Other Net Assets			20,414,297
Net Assets Attributable to Holders of Redeemable Shares			64,279,598

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

CFG Custom Portfolio Corporation
Class A-3 Conservative Equity
Statement of Cash Flows

For the periods ended

December 31
2018

July 30
2018

Cash flows from operating activities

(Decrease) increase in net assets attributable to holders of
redeemable shares

\$ (9,741,580) \$ 7,700,849

Adjustments for:

Purchase of investments

(80,955,279) (86,634,909)

Proceeds on disposition of investments

89,341,894 91,218,345

Net realized loss (gain) on sale of investments

2,728,997 (7,093,754)

Decrease (increase) in accrued interest

56,443 (93,685)

Decrease (increase) in accrued dividends

39,701 (16,252)

Increase in prepaid income taxes

- (1,672)

Increase in accrued liabilities

19,523 56,231

Unrealized depreciation of investments

7,272,991 497,849

Net cash provided by operating activities

8,762,690 5,633,002

Cash flows from financing activities

Proceeds from issue of shares

10,736,055 93,570,947

(Increase) decrease in subscriptions receivable

- 271,850

Redemption of shares

(4,764,983) (101,522,586)

Increase (decrease) in redemptions payable

10,976 (40,282)

Cash distributions

(6,889) (24,860)

Net cash flows provided by (used in) financing activities

5,975,159 (7,744,931)

Increase (decrease) in cash

14,737,849 (2,111,929)

Cash, beginning of period

5,548,876 7,660,805

Cash and cash equivalents, end of period

\$ 20,286,725 \$ 5,548,876

Interest received

199,405 46,414

Dividends and distributions received, net of withholding taxes

464,934 1,048,730

Interest paid

5,246 1,772

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

CFG Custom Portfolio Corporation
Class D-3 Income
Statement of Financial Position
As at

	December 31	July 30
	2018	2018
Assets		
Current assets		
Investments (Schedule of investment portfolio)	\$ 68,238,330	\$ 71,841,648
Cash and cash equivalents (Note 4)	7,958,139	4,616,348
Accrued interest	230,624	261,460
Accrued dividends	142,803	216,111
Subscriptions receivable	108	6,108
Prepaid income taxes	106,932	106,932
Total assets	76,676,936	77,048,607
Liabilities		
Current liabilities		
Accrued liabilities (Note 7)	105,080	85,861
Distributions payable	27	10
Redemptions payable	25,912	-
Derivative liabilities (Schedule of investment portfolio)	1,643,437	902,412
Total liabilities (excluding net assets attributable to holders of redeemable shares)	1,774,456	988,283
Net assets attributable to holders of redeemable shares	\$ 74,902,480	\$ 76,060,324
Series Net Assets Attributable to Holders of Redeemable Shares		
Series A	\$ 66,935,954	\$ 66,796,211
Series D	7,966,526	9,264,113
	\$ 74,902,480	\$ 76,060,324
Number of Shares Outstanding (Note 5)		
Series A	5,939,348	5,488,776
Series D	730,503	780,551
Net Assets Attributable to Holders of Redeemable Shares per Share		
Series A	\$ 11.27	\$ 12.17
Series D	\$ 10.91	\$ 11.87

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

Approved on behalf of the Board of the R. N. Croft Financial Group Inc.

Signed: "Chris Croft"

Director

CFG Custom Portfolio Corporation
Class D-3 Income
Statement of Comprehensive Income
For the periods ended

	December 31	July 30
	2018	2018
Income		
Interest	\$ 504,196	\$ 443,439
Dividends	682,421	1,870,316
Foreign withholding recoveries (taxes)	632	(34,833)
Income trust distribution	194,942	486,244
Realized (loss) gain on sale of investments	(2,288,272)	1,834,770
Unrealized (depreciation) appreciation of investments	(3,124,623)	964,763
Exchange on foreign currencies	(112,731)	120,204
	(4,143,435)	5,684,903
Expenses		
Management fees (Note 7)	110,105	205,452
Harmonized sales tax	21,721	47,800
Bank charges and interest	23,112	6,702
General operating expenses	185,248	432,487
	340,186	692,441
(Decrease) increase in net assets attributable to holders of redeemable shares	\$ (4,483,621)	\$ 4,992,462
Increase in net assets attributable to holders of redeemable shares		
Series A	\$ (3,957,683)	\$ 2,358,187
Series D	(525,938)	598,776
Series I	-	2,035,499
	\$ (4,483,621)	\$ 4,992,462
Increase in net assets attributable to holders of redeemable shares per share (Note 13)		
Series A	\$ (0.68)	\$ 0.81
Series D	\$ (0.70)	\$ 0.59
Series I	\$ -	\$ 1.16

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

CFG Custom Portfolio Corporation

Class D-3 Income

Statement of Changes in Net Assets Attributable to Holders of Redeemable Shares

For the periods ended

	Series A		Series D		Series I		Total	
	December 31 2018	July 30 2018	December 31 2018	July 30 2018	December 31 2018	July 30 2018	December 31 2018	July 30 2018
Net assets attributable to holders of redeemable shares, beginning of period	\$ 66,796,211	\$ 6,253,088	\$ 9,264,113	\$ 12,018,650	\$ -	\$ 44,793,563	\$ 76,060,324	\$ 63,065,301
Operations:								
(Decrease) increase in net assets attributable to holders of redeemable shares	(3,957,683)	2,358,187	(525,938)	598,776	-	2,035,499	(4,483,621)	4,992,462
Redeemable share transactions								
Proceeds from issuance of shares	10,199,100	74,528,089	244,660	6,060,549	-	11,058,281	10,443,760	91,646,919
Reinvested distributions	2,711	11,141	179,294	762,600	-	1,828,768	182,005	2,602,509
Redemptions	(4,659,546)	(14,547,024)	(1,016,309)	(9,408,588)	-	(57,883,724)	(5,675,855)	(81,839,336)
	5,542,265	59,992,206	(592,355)	(2,585,439)	-	(44,996,675)	4,949,910	12,410,092
Distributions to shareholders (Note 6)	(1,444,839)	(1,807,270)	(179,294)	(767,874)	-	(1,832,387)	(1,624,133)	(4,407,531)
Net (decrease) increase (decrease) in net assets attributable to holders of redeemable shares for the period	139,743	60,543,123	(1,297,587)	(2,754,537)	-	(44,793,563)	(1,157,844)	12,995,023
Net assets attributable to holders of redeemable shares, end of period	\$ 66,935,954	\$ 66,796,211	\$ 7,966,526	\$ 9,264,113	\$ -	\$ -	\$ 74,902,480	\$ 76,060,324

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

CFG Custom Portfolio Corporation
Class D-3 Income
Schedule of Investment Portfolio

As at December 31, 2018

Description	Quantity	\$Cost	\$Fair Value
FIXED INCOME- Long			
Bank of Nova Scotia 3.036 10/18/2024	379,000	389,309	379,872
Capital Desjardins Inc 4.954 12/15/2026	342,000	386,323	360,063
Constellation Software Float 3/31/2040	1,611,200	1,875,136	1,949,552
Canadian Utilities Ltd 5.432 1/23/2019	4,000,000	4,050,800	4,006,120
Ford Credit Canada Co 2.939 2/19/2019	4,000,000	4,009,760	4,000,920
Hydro One Inc 1.62 4/30/2020	4,500,000	4,424,850	4,446,180
Morgan Stanley 2.5 1/24/2019	1,730,000	2,221,343	2,356,186
Morneau Shepell Inc 4.75 6/30/2021	265,000	275,507	292,798
Premium Brands Hldgs Cor 4.6 12/31/2023	700,000	700,000	733,250
Premium Brands Hldgs Cor 4.65 4/30/2021	1,170,000	1,193,146	1,266,525
Royal Bank of Canada 2.99 12/6/2024	380,000	389,196	380,785
Royal Bank of Canada 2.98 05/7/2019	4,000,000	4,012,800	4,011,020
Toronto-Dominion Bank 2.447 4/2/2019	4,000,000	4,006,400	4,003,180
Total FIXED INCOME-Long		27,934,570	28,186,451
CANADIAN EQUITY- Long			
AG Growth International Inc	46,300	2,477,298	2,166,840
Algonquin Power & Utilities Co	172,300	2,082,285	2,365,679
Bank of Montreal 4.85% PFD	60,900	1,564,284	1,547,469
Bank of Nova Scotia 4.85% PFD	60,700	1,553,961	1,530,247
BCE Inc	40,800	2,186,721	2,200,344
Bank of Montreal Laddered Preferred Share Index ETF	205,300	2,320,221	2,087,901
Brookfield Asset Mgmt Float PFD	98,000	1,020,866	1,352,400
Brookfield Infrastructure Partners LP	45,800	2,369,555	2,159,470
Brookfield Renewable Par 5% PFD	66,100	1,626,377	1,432,387
Capital Power Corp 5.75% PFD	52,600	1,320,604	1,313,422
Chartwell Retirement Residence	145,000	2,216,428	1,982,150
Enbridge Inc 5.15% PFD	63,400	1,582,502	1,567,882
Exchange Income Corp	84,400	2,747,615	2,385,144
Financial 15 Split Corp 5.5% PFD	259,356	2,618,680	2,536,502
Intact Financial Corp 4.9% PFD	67,800	1,609,690	1,475,328
iShares S&P/TSX Canadian Preferred Share Index Fund	221,800	2,931,747	2,779,154
Keg Royalties Income Fund/The	88,900	1,540,561	1,433,957
Premium Income Corp 5.75% PFD	221,436	3,382,190	3,286,110
Toronto-Dominion Bank 4.85% PFD	61,100	1,560,986	1,555,606
WPT Industrial Real Estate Investment Trust	127,400	2,125,233	2,230,371
Total CANADIAN EQUITY-Long		40,837,804	39,388,363

CFG Custom Portfolio Corporation
Class D-3 Income
Schedule of Investment Portfolio (continued)

As at December 31, 2018

Description	Quantity	\$Cost	\$Fair Value
REAL ESTATE- Long			
Greater Edmonton Retail Ltd Partnership	10	300,000	330,000
Total REAL ESTATE-Long		300,000	330,000
DERIVATIVE ASSETS- Long			
Invesco QQQ Trust Series 1 06/21/2019 P160	18,000	239,457	333,516
Total DERIVATIVE ASSETS- Long		239,457	333,516
Total Investment Assets		69,311,831	68,238,330
DERIVATIVE LIABILITIES-Short			
Alibaba Group Holding Ltd 1/18/2019 Put 140	(16,000)	(237,363)	(146,049)
Berkshire Hathaway Inc 3/15/2019 Put 190	(7,800)	(106,102)	(45,376)
BlackRock Inc 1/18/2019 Put 380	(3,000)	(90,668)	(41,689)
Blackstone Group LP 1/18/2019 Put 34	(43,000)	(127,737)	(259,524)
Facebook Inc 1/18/2019 Put 140	(9,900)	(195,269)	(140,947)
Facebook Inc 1/18/2019 Put 150	(5,100)	(85,490)	(132,711)
Invesco QQQ Trust Series 1 01/18/2019 Put 162	(18,000)	(326,353)	(232,970)
Micron Technology Inc 1/18/2019 Put 32	(41,000)	(186,835)	(91,608)
Sensata Technologis Holding PLC Us 01/18/2019 P190	(8,500)	(56,418)	(348,918)
Thor Industries Inc 1/18/2019 Put 55	(15,000)	(147,332)	(117,303)
Thor Industries Inc 1/18/2019 Put 60	(7,500)	(71,359)	(86,342)
Total DERIVATIVE LIABILITIES-Short		(1,630,926)	(1,643,437)
Total Investment Portfolio		67,680,905	66,594,893
Other Net Assets			8,307,587
Net Assets Attributable to Holders of Redeemable Shares			74,902,480

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

CFG Custom Portfolio Corporation
Class D-3 Income
Statement of Cash Flows
For the periods ended

	December 31	July 30
	2018	2018
Cash flows from operating activities		
(Decrease) increase in net assets attributable to holders of redeemable shares	\$ (4,483,621)	\$ 4,992,462
Adjustments for:		
Purchase of investments	(149,967,320)	(110,897,705)
Proceeds on disposition of investments	148,898,768	101,559,440
Net realized loss (gain) on investments	2,288,272	(1,834,770)
Decrease (increase) in accrued interest	30,836	(228,293)
Decrease (increase) in accrued dividends	73,308	(7,096)
Increase in prepaid income taxes	-	(1,733)
Increase in accrued liabilities	19,219	57,781
Unrealized depreciation (appreciation) of investments	3,124,623	(964,763)
Net cash used in operating activities	(15,915)	(7,324,677)
Cash flows from financing activities		
Proceeds from issue of shares	10,443,760	91,646,919
Decrease in subscriptions receivable	6,000	779,068
Redemption of shares	(5,675,855)	(81,839,336)
Increase (decrease) in redemptions payable	25,912	(99,626)
Cash distributions	(1,442,128)	(1,805,022)
Increase in distributions payable	17	10
Net cash flows provided by financing activities	3,357,706	8,682,013
Increase in cash	3,341,791	1,357,336
Cash, beginning of period	4,616,348	3,259,012
Cash and cash equivalents, end of period	\$ 7,958,139	\$ 4,616,348
Interest received	535,032	215,143
Dividends and distributions received, net of withholding taxes	951,303	2,314,631
Interest paid	22,937	6,321

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

CFG Custom Portfolio Corporation
Class E-3 Balanced
Statement of Financial Position
As at

	December 31	July 30
	2018	2018
Assets		
Current assets		
Investments (Schedule of investment portfolio)	\$ -	\$ 14,171,067
Cash and cash equivalents (Note 4)	-	2,892,572
Accrued interest	-	32,695
Accrued dividends	-	41,957
Prepaid income taxes	36,419	36,419
Total assets	36,419	17,174,710
Liabilities		
Current liabilities		
Bank indebtedness (Note 4)	9,323	-
Accrued liabilities (Note 7)	21,707	18,108
Derivative liabilities (Schedule of investment portfolio)	-	147,255
Total liabilities (excluding net assets attributable to holders of redeemable shares)	31,030	165,363
Net assets attributable to holders of redeemable shares	\$ 5,389	\$ 17,009,347
Series Net Assets Attributable to Holders of Redeemable Shares		
Series A	\$ -	\$ 16,415,810
Series D	\$ 5,389	\$ 593,537
	\$ 5,389	\$ 17,009,347
Number of Shares Outstanding (Note 5)		
Series A	-	1,068,869
Series D	-	56,496
Net Assets Attributable to Holders of Redeemable Shares per Share		
Series A	\$ -	\$ 15.36
Series D	\$ -	\$ 10.51

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

Approved on behalf of the Board of the R. N. Croft Financial Group Inc.

Signed: "Chris Croft"

Director

CFG Custom Portfolio Corporation
Class E-3 Balanced
Statement of Comprehensive Income
For the periods ended

	December 31	July 30
	2018	2018
Income		
Interest	\$ 68,246	\$ 67,103
Dividends	84,808	395,091
Foreign withholding taxes	-	(6,383)
Income trust distribution	26,909	123,019
Realized (loss) gain on sale of investments	(210,620)	1,167,167
Unrealized depreciation of investments	(392,666)	(413,283)
Exchange on foreign currencies	(16,341)	(54,589)
	(439,664)	1,278,125
Expenses		
Management fees (Note 7)	15,349	45,800
Harmonized sales tax	2,195	6,675
Bank charges and interest	2,152	929
General operating expenses	27,017	81,022
	46,713	134,426
(Decrease) increase in net assets attributable to holders of redeemable shares	\$ (486,377)	\$ 1,143,699
Increase in net assets attributable to holders of redeemable shares		
Series A	\$ (462,937)	\$ 1,133,715
Series D	\$ (23,440)	\$ 9,984
	\$ (486,377)	\$ 1,143,699
Increase in net assets attributable to holders of redeemable shares per share (Note 13)		
Series A	\$ (0.59)	\$ 1.05
Series D	\$ (0.50)	\$ 0.22

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

CFG Custom Portfolio Corporation

Class E-3 Balanced

Statement of Changes in Net Assets Attributable to Holders of Redeemable Shares

For the periods ended

	Series A		Series D		Total	
	December 31 2018	July 30 2018	December 31 2018	July 30 2018	December 31 2018	July 30 2018
Net assets attributable to holders of redeemable shares, beginning of period	\$ 16,415,810	\$ 15,939,222	\$ 593,537	\$ 161,918	\$ 17,009,347	\$ 16,101,140
Operations:						
(Decrease) increase in net assets attributable to holders of redeemable shares	(462,937)	1,133,715	(23,440)	9,984	(486,377)	1,143,699
Redeemable share transactions						
Proceeds from issuance of shares	116,264	1,516,712	224	696,721	116,488	2,213,433
Reinvested distributions	-	690,137	29,352	21,418	29,352	711,555
Redemptions	(15,357,532)	(1,782,671)	(570,321)	(275,086)	(15,927,853)	(2,057,757)
	(15,241,268)	424,178	(540,745)	443,053	(15,782,013)	867,231
Distributions to shareholders (Note 6)	(706,216)	(1,081,305)	(29,352)	(21,418)	(735,568)	(1,102,723)
Net (decrease) increase in net assets attributable to holders of redeemable shares for the period	(16,410,421)	476,588	(593,537)	431,619	(17,003,958)	908,207
Net assets attributable to holders of redeemable shares, end of period	\$ 5,389	\$ 16,415,810	\$ -	\$ 593,537	\$ 5,389	\$ 17,009,347

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

CFG Custom Portfolio Corporation
Class E-3 Balanced
Statement of Cash Flows
For the periods ended

	December 31	July 30
	2018	2018
Cash flows from operating activities		
(Decrease) increase in net assets attributable to holders of redeemable shares	\$ (486,377)	\$ 1,143,699
Adjustments for:		
Purchase of investments	(24,565,654)	(27,442,296)
Proceeds on disposition of investments	37,986,180	27,335,511
Net realized loss (gain) on sale of investments	210,620	(1,167,167)
Decrease (increase) in accrued interest	32,695	(31,471)
Decrease in accrued dividends	41,957	2,739
Increase in prepaid income taxes	-	(406)
Increase in accrued liabilities	3,599	10,224
Unrealized depreciation of investments	392,666	413,283
Net cash provided by operating activities	13,615,686	264,116
Cash flows from financing activities		
Proceeds from issue of shares	116,488	2,213,433
Redemption of shares	(15,927,853)	(2,057,757)
Decrease in redemptions payable	-	(4,491)
Cash distributions	(706,216)	(391,168)
Net cash flows used in financing activities	(16,517,581)	(239,983)
(Decrease) increase in cash	(2,901,895)	24,133
Cash, beginning of period	2,892,572	2,868,439
(Bank indebtedness) cash and cash equivalents, end of period	\$ (9,323)	\$ 2,892,572
Interest received	100,941	35,631
Dividends and distributions received, net of withholding taxes	153,674	514,465
Interest paid	2,152	860

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

CFG Custom Portfolio Corporation
Class F-3 Balanced Growth
Statement of Financial Position
As at

	December 31	July 30
	2018	2018
Assets		
Current liabilities		
Investments (Schedule of investment portfolio)	\$ 28,889,462	\$ 23,235,314
Cash	10,688,572	1,523,872
Accrued dividends	54,565	51,600
Subscriptions receivable	106	106
Prepaid income taxes	47,420	47,420
Total assets	39,680,125	24,858,312
Liabilities		
Current liabilities		
Accrued liabilities (Note 7)	30,666	25,484
Redemptions payable	-	129,252
Derivative liabilities (Schedule of investment portfolio)	19,755	44,268
Total liabilities (excluding net assets attributable to holders of redeemable shares)	50,421	199,004
Net assets attributable to holders of redeemable shares	\$ 39,629,704	\$ 24,659,308
Series Net Assets Attributable to Holders of Redeemable Shares		
Series A	\$ 39,629,704	\$ 24,315,133
Series D	-	344,175
	\$ 39,629,704	\$ 24,659,308
Number of Shares Outstanding (Note 5)		
Series A	2,399,110	1,370,118
Series D	-	31,509
Net Assets Attributable to Holders of Redeemable Shares per Share		
Series A	\$ 16.52	\$ 17.75
Series D	\$ -	\$ 10.92

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

Approved on behalf of the Board of the R. N. Croft Financial Group Inc.

Signed: "Chris Croft" _____

Director

CFG Custom Portfolio Corporation
Class F-3 Balanced Growth
Statement of Comprehensive Income
For the periods ended

	December 31	July 30
	2018	2018
Income		
Interest	\$ 12,706	\$ 13,161
Dividends	223,745	393,313
Foreign withholding taxes	(9,691)	(16,457)
Income trust distribution	89,329	159,670
Realized gain on sale of investments	975,292	509,235
Unrealized (depreciation) appreciation of investments	(3,225,612)	2,121,609
Exchange on foreign currencies	(14,974)	73,888
	(1,949,205)	3,254,419
Expenses		
Management fees (Note 7)	31,007	60,136
Harmonized sales tax	4,651	9,042
Bank charges and interest	2,434	40
General operating expenses	55,380	107,473
	93,472	176,691
(Decrease) increase in net assets attributable to holders of redeemable shares	\$ (2,042,677)	\$ 3,077,728
Increase in net assets attributable to holders of redeemable shares		
Series A	\$ (2,027,264)	\$ 3,055,974
Series D	\$ (15,413)	\$ 21,754
	\$ (2,042,677)	\$ 3,077,728
Increase in net assets attributable to holders of redeemable shares per share (Note 13)		
Series A	\$ (1.22)	\$ 2.26
Series D	\$ (0.48)	\$ 0.89

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

CFG Custom Portfolio Corporation
Class F-3 Balanced Growth
Statement of Changes in Net Assets Attributable to Holders of Redeemable Shares
For the periods ended

	Series A		Series D		Total	
	December 31 2018	July 30 2018	December 31 2018	July 30 2018	December 31 2018	July 30 2018
Net assets attributable to holders of redeemable shares, beginning of period	\$ 24,315,133	\$ 21,571,293	\$ 344,175	\$ 49,408	\$ 24,659,308	\$ 21,620,701
Operations:						
(Decrease) increase in net assets attributable to holders of redeemable shares	(2,027,264)	3,055,974	(15,413)	21,754	(2,042,677)	3,077,728
Redeemable share transactions						
Proceeds from issuance of shares	17,990,802	2,037,753	103,027	428,455	18,093,829	2,466,208
Reinvested distributions	-	1,310,033	5,528	8,952	5,528	1,318,985
Redemptions	(235,476)	(1,982,611)	(431,789)	(155,442)	(667,265)	(2,138,053)
	17,755,326	1,365,175	(323,234)	281,965	17,432,092	1,647,140
Distributions to shareholders (Note 6)	(413,491)	(1,677,309)	(5,528)	(8,952)	(419,019)	(1,686,261)
Net increase in net assets attributable to holders of redeemable shares for the period	15,314,571	2,743,840	(344,175)	294,767	14,970,396	3,038,607
Net assets attributable to holders of redeemable shares, end of period	\$ 39,629,704	\$ 24,315,133	\$ -	\$ 344,175	\$ 39,629,704	\$ 24,659,308

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

CFG Custom Portfolio Corporation
Class F-3 Balanced Growth
Schedule of Investment Portfolio

As at December 31, 2018

Description	Quantity	\$Cost	\$Fair Value
CANADIAN EQUITY- Long			
AG Growth International Inc	25,200	1,111,233	1,179,360
Agnico Eagle Mines Ltd	18,000	802,575	991,800
Artis Real Estate Investment Trust	129,000	1,361,500	1,191,960
BCE Inc	15,000	785,511	808,950
BMO Laddered Preferred Share Index ETF	112,000	1,065,120	1,139,040
Boyd Group Income Fund	6,700	691,299	756,765
Canadian Imperial Bank of Commerce/Canada	6,400	724,350	650,752
Canadian National Railway Co	7,000	757,286	707,770
CCL Industries Inc	12,000	446,861	600,720
Dream Industrial Real Estate I	120,400	1,101,458	1,146,208
Enbridge Inc	17,199	653,103	729,409
Exchange Income Corp	21,200	717,249	599,112
National Bank of Canada	11,400	503,870	638,970
NFI Group Inc	13,400	729,319	456,136
SIR Royalty Income Fund	51,000	753,874	749,190
Superior Plus Corp	59,000	743,400	571,120
Toronto-Dominion Bank/The	9,300	499,543	631,098
Westjet Airlines Ltd	43,400	857,082	781,200
Total CANADIAN EQUITY-Long		14,304,633	14,329,560

CFG Custom Portfolio Corporation
Class F-3 Balanced Growth
Schedule of Investment Portfolio (continued)

As at December 31, 2018

Description	Quantity	\$Cost	\$Fair Value
FOREIGN EQUITY- Long			
Alphabet Inc	450	737,643	640,644
Amazon.Com Inc	905	1,465,157	1,851,887
Apple Inc	3,000	854,234	644,715
Archer-Daniels-Midland Co	18,000	1,101,752	1,004,715
Bank of America Corp	24,200	559,381	812,383
Bright Horizons Family Solutions	5,100	603,375	774,381
CVS Health Corp	12,300	1,045,959	1,097,953
DocuSign Inc	14,100	1,073,490	769,930
Intercontinental Exchange Inc	10,000	1,057,300	1,026,296
iShares 0-5 Year High Yield Corporate	10,000	602,108	606,949
JPMorgan Chase & Co	5,700	617,753	758,086
Microsoft Corp	5,500	782,093	761,084
NIKE Inc	9,700	917,911	979,781
Salesforce.com Inc	6,000	1,103,892	1,119,648
Tyson Foods Inc	12,900	1,160,053	938,503
Visa Inc	4,300	539,141	772,947
Total FOREIGN EQUITY-Long		14,221,242	14,559,902
Total Investment Assets		28,525,875	28,889,462
DERIVATIVE LIABILITIES-Short			
Intercontinental Exchange Inc 2/15/2019 Call 77.5	(10,000)	(14,140)	(19,755)
Total DERIVATIVE LIABILITIES-Short		(14,140)	(19,755)
Total Investment Assets		28,511,735	28,869,707
Other Net Assets			10,759,997
Net Assets Attributable to Holders of Redeemable Shares			39,629,704

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

CFG Custom Portfolio Corporation
Class F-3 Balanced Growth
Statement of Cash Flows
For the periods ended

	December 31	July 30
	2018	2018
Cash flows from operating activities		
(Decrease) increase in net assets attributable to holders of redeemable shares	\$ (2,042,677)	\$ 3,077,728
Adjustments for:		
Purchase of investments	(16,673,486)	(24,165,817)
Proceeds on disposition of investments	8,744,505	23,048,388
Net realized gain on investments	(975,292)	(509,235)
Increase in accrued dividends	(2,965)	(11,170)
Increase in prepaid income taxes	-	(577)
Increase in accrued liabilities	5,182	15,070
Unrealized depreciation (appreciation) of investments	3,225,612	(2,121,609)
Net cash used in operating activities	(7,719,121)	(667,222)
Cash flows from financing activities		
Proceeds from issue of shares	18,093,829	2,466,208
Redemption of shares	(667,265)	(2,138,053)
(Decrease) increase in redemptions payable	(129,252)	99,227
Cash distributions	(413,491)	(367,276)
Net cash flows provided by financing activities	16,883,821	60,106
Increase (decrease) in cash	9,164,700	(607,116)
Cash, beginning of period	1,523,872	2,130,988
Cash, end of period	\$ 10,688,572	\$ 1,523,872
Interest received	12,706	13,161
Dividends and distributions received, net of withholding taxes	300,418	525,357
Interest paid	2,382	-

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

CFG Custom Portfolio Corporation
Class I-3 Option Writing
Statement of Financial Position
As at

	December 31	July 30
	2018	2018
Assets		
Current assets		
Investments (Schedule of investment portfolio)	\$ 26,174,634	\$ 45,769,080
Cash and cash equivalents (Note 4)	12,726,582	4,895,467
Accrued dividends	89,425	121,425
Subscriptions receivable	-	139,252
Prepaid income taxes	29,961	29,961
Total assets	39,020,602	50,955,185
Liabilities		
Current liabilities		
Accrued liabilities (Note 7)	69,676	54,943
Distributions payable	3	-
Derivative liabilities (Schedule of investment portfolio)	473,417	883,178
Tax withheld on distribution	8,571	6,136
Total liabilities (excluding net assets attributable to holders of redeemable shares)	551,667	944,257
Net assets attributable to holders of redeemable shares	\$ 38,468,935	\$ 50,010,928
Number of Shares Outstanding (Note 5)	3,924,195	4,294,410
Net Assets Attributable to Holders of Redeemable Shares per Share	\$ 9.80	\$ 11.65

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

Approved on behalf of the Board of the R. N. Croft Financial Group Inc.

Signed: "Chris Croft"
Director

CFG Custom Portfolio Corporation
Class I-3 Option Writing
Statement of Comprehensive Income
For the periods ended

	December 31	July 30
	2018	2018
Income		
Interest	\$ 39,270	\$ 24,541
Dividends	311,211	711,378
Foreign withholding taxes	(825)	(1,993)
Income trust distribution	248,669	444,018
Realized (loss) gain on sale of investments	(5,523,324)	3,638,132
Unrealized depreciation of investments	(947,149)	(1,617,359)
Exchange on foreign currencies	219,360	217,437
	<u>(5,652,788)</u>	<u>3,416,154</u>
Expenses		
Management fees (Note 7)	50,068	93,591
Harmonized sales tax	17,217	32,657
Bank charges and interest	1,750	11,470
General operating expenses	90,121	168,464
	<u>159,156</u>	<u>306,182</u>
(Decrease) increase in net assets attributable to holders of redeemable shares	\$ (5,811,944)	\$ 3,109,972
(Decrease) increase in net assets attributable to holders of redeemable shares per share (Note 13)	\$ (1.36)	\$ 0.96

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

CFG Custom Portfolio Corporation
Class I-3 Option Writing
Statement of Changes in Net Assets Attributable to Holders of Redeemable Shares
For the periods ended

	Series A		Total	
	December 31 2018	July 30 2018	December 31 2018	July 30 2018
Net assets attributable to holders of redeemable shares, beginning of period	\$ 50,010,928	\$ 24,185,048	\$ 50,010,928	\$ 24,185,048
Operations:				
(Decrease) increase in net assets attributable to holders of redeemable shares	(5,811,944)	3,109,972	(5,811,944)	3,109,972
Redeemable share transactions				
Proceeds from issuance of shares	6,065,903	30,421,696	6,065,903	30,421,696
Reinvested distributions	339,927	622,973	339,927	622,973
Redemptions	(10,015,061)	(5,454,317)	(10,015,061)	(5,454,317)
	(3,609,231)	25,590,352	(3,609,231)	25,590,352
Distributions to shareholders (Note 6)	(2,120,818)	(2,874,444)	(2,120,818)	(2,874,444)
Net (decrease) increase in net assets attributable to holders of redeemable shares for the period	(11,541,993)	25,825,880	(11,541,993)	25,825,880
Net assets attributable to holders of redeemable shares, end of period	\$ 38,468,935	\$ 50,010,928	\$ 38,468,935	\$ 50,010,928

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

CFG Custom Portfolio Corporation
Class I-3 Option Writing
Schedule of Investment Portfolio
As at December 31, 2018

Description	Quantity	\$Cost	\$Fair Value
CANADIAN EQUITY- Long			
Agnico Eagle Mines Ltd	5,000	281,456	275,500
Bank of Montreal	20,000	2,010,345	1,783,800
Bank of Nova Scotia 5.5% PFD	10,000	266,298	255,200
Bank of Nova Scotia/The	40,000	2,997,679	2,722,000
BCE Inc	35,900	2,022,433	1,936,087
Bce Inc 4.38% PFD	105,000	1,895,971	1,872,150
Canadian Imperial Bank of Commerce/Canada	30,000	3,440,670	3,050,400
Canadian National Railway Co	7,500	866,248	758,325
Canadian Pacific Railway Ltd	5,000	1,355,500	1,211,200
Canopy Growth Corp	5,000	198,973	183,050
Enbridge Inc	50,000	2,193,332	2,120,500
Manulife Financial Corp 5.6% PFD	5,000	131,750	128,250
National Bank of Canada 3.9% PFD	12,000	242,267	222,720
Pembina Pipeline Corp	10,000	447,021	405,100
Power Corporation Canada 5.8% PFD	15,000	384,611	372,600
Power Financial Corp 5.5% PFD	10,000	243,160	237,500
Premium Income Corp 5.75% PFD	210,000	3,165,428	3,116,400
Royal Bank of Canada	35,000	3,322,460	3,270,400
Superior Plus Corp	10,000	126,169	96,800
Total CANADIAN EQUITY-Long		25,591,771	24,017,982
FOREIGN EQUITY- Long			
Amazon.Com Inc	500	1,030,622	1,023,142
Apple Inc	2,500	538,427	537,263
Visa Inc	2,000	359,115	359,510
Total FOREIGN EQUITY-Long		1,928,164	1,919,915
DERIVATIVE ASSETS- Long			
Apple Inc 1/18/2019 Call 170	10,000	93,292	14,987
Netflix Inc 1/18/2019 Call 275	5,000	111,588	94,346
Superior Plus Corp 1/18/2019 Call 12	2,000	443	20
SPDR S&P 500 ETF Trust 1/18/2019 Put 235	10,000	110,456	18,937
SPDR S&P 500 ETF Trust 1/18/2019 Put 238	30,000	283,704	78,883
SPDR S&P 500 ETF Trust 1/18/2019 Put 240	10,000	67,216	29,564
Total DERIVATIVE ASSETS- Long		666,699	236,737
Total Investment Assets		28,186,634	26,174,634

CFG Custom Portfolio Corporation
Class I-3 Option Writing
Schedule of Investment Portfolio (continued)
As at December 31, 2018

Description	Quantity	\$Cost	\$Fair Value
DERIVATIVE LIABILITIES-Short			
Agnico Eagle Mines Ltd 1/18/2019 Call 56	(5,000)	(7,550)	(6,775)
Amazon.com Inc 1/11/2019 Put 1400	(500)	(31,355)	(10,559)
Apple Inc 1/18/2019 Put 150	(5,000)	(24,546)	(17,575)
Bank of Montreal 3/15/2019 Call 90	(20,000)	(34,600)	(53,600)
BCE Inc 2/15/2019 Call 58	(10,000)	(5,400)	(1,750)
BCE Inc 2/15/2019 Call 56	(20,000)	(23,457)	(10,000)
Bank of nova Scotia 1/18/2019 Call 70	(20,000)	(32,080)	(11,600)
Canadian Imperial Bank of Commerce 2/15/2019 Call 110	(20,000)	(63,100)	(13,000)
Canadian Imperial Bank of Commerce 3/15/2019 Call 110	(10,000)	(22,611)	(12,000)
Canadian National Railway Co 3/15/2019 Call 100	(7,500)	(31,125)	(39,375)
Canadian Pacific Railway Ltd 1/18/2019 Call 250	(5,000)	(29,000)	(21,250)
Canopy Growth Corp 1/18/2019 Call 38	(5,000)	(10,500)	(8,250)
Canopy Growth Corp 1/18/2019 Put 36	(5,000)	(8,750)	(10,125)
Enbridge Inc 4/18/2019 Call 44	(20,000)	(43,000)	(26,400)
Enbridge Inc 2/15/2019 Call 42	(30,000)	(36,300)	(51,900)
Facebook Inc 1/18/2019 Put 130	(5,000)	(26,933)	(31,335)
Netflix Inc 1/4/2019 Call 260	(5,000)	(29,826)	(69,823)
Pembina Pipeline Corp 2/15/2019 Call 40	(10,000)	(15,100)	(15,000)
Royal Bank of Canada 1/18/2019 Call 90	(10,000)	(34,500)	(42,500)
Royal Bank of Canada 1/18/2019 Call 94	(10,000)	(31,000)	(16,100)
Royal Bank of Canada 1/18/2019 Call 98	(15,000)	(15,450)	(4,500)
Total DERIVATIVE LIABILITIES-Short		(556,183)	(473,417)
Total Investment Assets		27,630,451	25,701,217
Other Net Assets			12,767,718
Net Assets Attributable to Holders of Redeemable Shares			38,468,935

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

CFG Custom Portfolio Corporation
Class I-3 Option Writing
Statement of Cash Flows

For the periods ended

December 31
2018

July 30
2018

Cash flows from operating activities

(Decrease) increase in net assets attributable to holders of
redeemable
shares

\$ (5,811,944) \$ 3,109,972

Adjustments for:

Purchase of investments

(73,823,696) (181,487,487)

Proceeds on disposition of investments

86,537,908 160,151,060

Net realized loss (gain) on investments

5,523,324 (3,638,132)

Decrease (increase) in accrued dividends

32,000 (26,860)

(Increase) in prepaid income taxes

- (1,115)

Increase in accrued liabilities

14,736 46,294

Increase in tax withheld on distribution

2,435 3,772

Unrealized depreciation in value of investments

947,149 1,617,359

Net cash provided by (used in) operating activities

13,421,912 (20,225,137)

Cash flows from financing activities

Proceeds from issue of shares

6,065,903 30,421,696

Decrease in subscriptions receivable

139,252 99,640

Redemption of shares

(10,015,061) (5,454,317)

(Decrease) in redemptions payable

- (7,765)

Cash distributions

(1,780,891) (2,251,471)

Net cash flows (used in) provided by financing activities

(5,590,797) 22,807,783

Increase in cash

7,831,115 2,582,646

Cash, beginning of period

4,895,467 2,312,821

Cash, end of period

\$ 12,726,582 \$ 4,895,467

Interest received

39,270 24,541

Dividends and distributions received, net of withholding taxes

591,055 1,126,544

Interest paid

1,627 11,154

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

CFG Custom Portfolio Corporation
Class J-3 Enhanced Global Income
Statement of Financial Position
As at

	December 31	July 30
	2018	2018
Assets		
Current assets		
Investments (Schedule of investment portfolio)	\$ 5,091,481	\$ 5,648,137
Cash	1,659,894	1,131,983
Accrued dividends	9,871	10,689
Prepaid income taxes	143	143
Total assets	6,761,389	6,790,952
Liabilities		
Current liabilities		
Accrued liabilities (Note 7)	3,760	6,301
Distributions payable	-	580
Derivative liabilities (Schedule of investment portfolio)	832,677	326,874
Total liabilities (excluding net assets attributable to holders of redeemable shares)	836,437	333,755
Net assets attributable to holders of redeemable shares	\$ 5,924,952	\$ 6,457,197
Number of Shares Outstanding (Note 5)	667,970	631,586
Net Assets Attributable to Holders of Redeemable Shares per Share	\$ 8.87	\$ 10.22

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

Approved on behalf of the Board of the R. N. Croft Financial Group Inc.

Signed: "Chris Croft"

Director

CFG Custom Portfolio Corporation
Class J-3 Enhanced Global Income
Statement of Comprehensive Income
For the periods ended

	December 31 2018	July 30 2018
Income		
Interest	\$ 4,853	\$ 4,948
Dividends	38,692	101,752
Income trust distribution	36,006	29,558
Realized (loss) gain on sale of investments	853,699	348,607
Unrealized depreciation of investments	(1,604,968)	(143,326)
Exchange on foreign currencies	(10,779)	(25,613)
	<u>(682,497)</u>	<u>315,926</u>
Expenses		
Management fees (Note 7)	6,677	11,331
Harmonized sales tax	1,073	1,929
Bank charges and interest	6,810	27,512
General operating expenses	12,021	20,394
Investment Transaction Costs	-	3
	<u>26,581</u>	<u>61,169</u>
(Decrease) increase in net assets attributable to holders of redeemable shares	\$ (709,078)	\$ 254,757
(Decrease) Increase in net assets attributable to holders of redeemable shares per share (Note 13)	\$ (1.10)	\$ 0.55

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

CFG Custom Portfolio Corporation
Class J-3 Enhanced Global Income
Statement of Changes in Net Assets Attributable to Holders of Redeemable Shares
For the periods ended

	Series A						Total	
	December 31		July 30		December 31		July 30	
	2018	2018					2018	2018
Net assets attributable to holders of redeemable shares, beginning of period	\$ 6,457,197	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,457,197	\$ -
Operations:								
(Decrease) increase in net assets attributable to holders of redeemable shares	\$ (709,078)	\$ 254,757	-	-	-	-	\$ (709,078)	\$ 254,757
Redeemable share transactions								
Proceeds from issuance of shares	407,838	6,654,199	-	-	-	-	407,838	6,654,199
Redemptions	(57,999)	(309,221)	-	-	-	-	(57,999)	(309,221)
	349,839	6,344,978	-	-	-	-	349,839	6,344,978
Distributions to shareholders (Note 6)	(173,006)	(142,538)	-	-	-	-	(173,006)	(142,538)
Net (decrease) increase in net assets attributable to holders of redeemable shares for the period	(532,245)	6,457,197	-	-	-	-	(532,245)	6,457,197
Net assets attributable to holders of redeemable shares, end of period	\$ 5,924,952	\$ 6,457,197	-	-	-	-	\$ 5,924,952	\$ 6,457,197

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

CFG Custom Portfolio Corporation
Class J-3 Enhanced Global Income
Statement of Investment Portfolio
As at December 31, 2018

Description	Quantity	\$Cost	\$Fair Value
CANADIAN EQUITY- Long			
Crescent Point Energy Corp	40,000	394,213	165,600
Emera Inc	9,000	390,483	393,390
Invesco Canadian Preferred Share Index	32,800	549,400	478,880
Invesco S&P Global ex. Canada	11,100	225,510	214,896
iShares DEX All Corporate Bond Index Fund	12,000	246,840	247,320
iShares DEX Short Term Bond Index Fund	19,000	516,016	517,370
Manulife Financial Corp	12,000	293,368	232,440
Total CANADIAN EQUITY-Long		2,615,830	2,249,896
FOREIGN EQUITY- Long			
Applied Materials Inc	2,000	102,474	89,210
Bed Bath & Beyond Inc	2,500	40,839	38,556
Expedia Group Inc	1,000	163,825	153,474
Hanesbrands Inc	14,000	356,387	238,992
iShares 7-10 Year Treasury Bond ETF	1,800	232,169	255,532
MGM Resorts International	6,500	274,326	214,837
Newell Brands Inc	8,800	312,111	222,878
Samsung Electronics Co Ltd	200	271,825	237,330
Seagate Technology PLC	4,000	246,085	210,300
SPDR Gold Shares	1,500	224,651	247,786
UnitedHealth Group Inc	500	149,057	169,701
Wynn Resorts Ltd	600	102,058	80,853
Total FOREIGN EQUITY-Long		2,475,807	2,159,449
DERIVATIVE ASSETS- Long			
Activision Blizzard Inc. 5/17/2019 Call 65	5,000	6,962	3,678
Activision Blizzard Inc. 5/17/2019 Put 45	5,000	32,134	28,270
Amazon.com Inc 4/18/2019 Put 1560	700	113,873	143,195
Amazon.com Inc. 4/18/2019 Call 1850	700	66,834	26,703
Apple Inc. 3/15/2019 Put 160	5,000	45,010	77,929
Apple Inc. 3/15/2019 Call 200	5,000	15,823	3,610
Applied Materials Inc. 1/18/2019 Call 43	4,000	6,203	164
Bank of America Corp 1/18/2019 Call 32	15,000	62,129	204

CFG Custom Portfolio Corporation
Class J-3 Enhanced Global Income
Statement of Investment Portfolio (continued)
As at December 31, 2018

Description	Quantity	\$Cost	\$Fair Value
DERIVATIVE ASSETS- Long (continued)			
Electronic Arts Inc 1/18/2019 Call 135	600	9,735	25
Electronic Arts Inc. 1/15/2021 Call 110	4,000	47,665	34,196
Exxon Mobil Corp 1/18/2019 Call 85	10,000	41,616	136
Facebook Inc. Class A 1/18/2019 Call 170	5,500	27,149	150
General Electric Co 1/15/2021 Call 12	30,000	39,073	38,828
General Mills Inc. 1/18/2019 Call 40	5,000	30,844	2,657
Lowe's Cos Inc. 1/18/2019 Call 115	6,000	42,257	82
MGM Resorts International 1/18/2019 Call 30	12,000	26,477	327
Microsoft Corp 1/18/2019 Call 125	6,500	5,488	89
NASDAQ 100 Stock Index 3/15/2019 Call 7100	400	115,632	23,956
NASDAQ 100 Stock Index 9/20/2019 Call 6600	200	108,152	114,796
Netflix Inc 1/18/2019 Call 370	1,000	22,317	204
Qualcomm Inc 1/18/2019 Call 72.5	7,500	37,455	204
Quicksilver Production Partners LP 1/18/2019 Call 180	3,500	6,163	48
Quicksilver Production Partners LP 1/18/2019 Call 187	5,000	42,193	68
Quicksilver Production Partners LP 3/15/2019 Call 180	18,000	76,875	9,074
S&P 500 Index 3/15/2019 Call 2700	1,000	156,138	28,420
S&P 500 Index 9/20/2019 Call 2625	800	121,130	118,093
SPDP S&P 500 ETF Trust 1/18/2019 Call 292	5,000	48,723	68
SPDP S&P 500 ETF Trust 2/15/2019 Put 225	5,000	9,840	11,921
SPDR Dow Jones Industrial Average ETF Trust 3/15/2019 Call 260	10,000	66,362	13,897
Verizon Communications Inc 1/18/2019 Put 42	4,000	6,797	599
Wynn Resorts Ltd 1/18/2019 Call 125	1,200	22,031	490
Wynn Resorts Ltd 1/18/2019 Call 160	3,000	29,787	41
Wynn Resorts Ltd 1/18/2019 Call 210	500	11,371	14
Total DERIVATIVE ASSETS- Long		1,500,238	682,136
<hr/>			
Total Investment Assets		6,591,875	5,091,481

CFG Custom Portfolio Corporation
Class J-3 Enhanced Global Income
Statement of Investment Portfolio (continued)

As at December 31, 2018

Description	Quantity	\$Cost	\$Fair Value
DERIVATIVE LIABILITIES-Short			
Apple Inc. 3/15/2019 Put 170	(5,000)	(70,540)	(122,616)
Agnico Eagle Mines Ltd 1/17/2020 Put 40	(4,000)	(29,188)	(29,973)
Applied Materials Inc. 1/18/2019 Put 43	(2,000)	(12,561)	(27,997)
Amazon.com Inc. 4/18/2019 Put 1600	(700)	(132,991)	(167,848)
Activision Blizzard Inc. 5/17/2019 Call 60	(5,000)	(11,380)	(6,676)
Activision Blizzard Inc. 5/17/2019 Put 55	(5,000)	(71,630)	(70,674)
Crescent Point Energy Corp 4/18/2019 Call 6	(40,000)	(9,600)	(7,600)
General Mills Inc. 1/18/2019 Put 55	(3,000)	(44,999)	(68,256)
SPDP Gold Shares 1/18/2019 Call 117	(1,500)	(2,439)	(9,135)
Intel Corp 1/18/2019 Put 50	(3,000)	(12,496)	(14,714)
Invesco QQQ Trust Series 1 1/18/2019 Call 160	(5,000)	(7,844)	(11,376)
Invesco QQQ Trust Series 1 2/15/2019 Call 170	(15,000)	(13,301)	(19,210)
Manulife Financial Corp 4/18/2019 Call 22	(12,000)	(4,920)	(3,360)
NASDAQ 100 Stock Index 2/15/2019 Call 6700	(200)	(19,372)	(25,332)
NASDAQ 100 Stock Index 2/15/2019 Call 6900	(400)	(18,089)	(25,341)
Invesco QQQ Trust Series 1 1/18/2019 Call 185	(3,500)	(2,852)	(48)
S&P 500 Index 2/15/2019 Call 2600	(1,000)	(31,377)	(44,687)
S&P 500 Index 2/15/2019 Call 2650	(800)	(15,716)	(19,728)
Seagate Technology PLC 3/15/2019 Call 45	(4,000)	(8,042)	(6,540)
SPDR Dow Jones Industrial Aver 1/18/2019 Call 245	(10,000)	(7,503)	(9,945)
SPDR S&P 500 ETF Trust 1/18/2019 Call 257	(5,000)	(10,709)	(15,327)
SPDP S&P 500 ETF Trust 3/15/2019 Put 265	(5,000)	(47,228)	(126,294)
Total DERIVATIVE LIABILITIES-Short		(584,777)	(832,677)
Total Investment Portfolio		6,007,098	4,258,804
Other Net Assets			1,666,148
Net Assets Attributable to Holders of Redeemable Shares			5,924,952

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

CFG Custom Portfolio Corporation
Class J-3 Enhanced Global Income
Statement of Cash Flows

For the periods ended

	December 31 2018	July 30 2018
Cash flows from operating activities		
(Decrease) increase in net assets attributable to holders of redeemable shares	\$ (709,078)	\$ 254,757
Adjustments for:		
Purchase of investments	(9,979,924)	(13,966,367)
Proceeds on disposition of investments	10,291,114	8,850,385
Net realized (gain) on investments	(853,699)	(348,607)
Decrease (increase) in accrued dividends	818	(10,689)
Increase in prepaid income taxes	-	(143)
(Decrease) increase in accrued liabilities	(2,541)	6,301
(Decrease) increase in distribution payable	(580)	580
Unrealized depreciation in value of investments	1,604,968	143,326
Net cash provided by (used in) operating activities	351,078	(5,070,457)
Cash flows from financing activities		
Proceeds from issue of shares	407,838	6,654,199
Redemption of shares	(57,999)	(309,221)
Cash distributions	(173,006)	(142,538)
Net cash flows provided by financing activities	176,833	6,202,440
Increase in cash	527,911	1,131,983
Cash, beginning of period	1,131,983	-
Cash, end of period	\$ 1,659,894	\$ 1,131,983

Interest received	4,853	4,948
Dividends and distributions received, net of withholding taxes	75,516	120,621
Interest paid	6,810	27,454

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

CFG Custom Portfolio Corporation

Notes To Financial Statements

As at December 31, 2018 and July 30, 2018

1. THE CORPORATION

The CFG Custom Portfolio Corporation (the "Corporation") is an open-ended mutual fund corporation, incorporated on August 18, 2006 under the laws of Canada, which commenced operations on October 19, 2006. Each class of shares of the Corporation represents a separate segregated investment fund with its own investment objective. An investment in a class is represented by shares of that class. R.N. Croft Financial Group Inc. is the manager (the "Manager") of the Corporation.

The investment objective of each class of shares is as follows:

Class A-3 - The investment objective of the CFG Custom Portfolio Corporation, Equity Share Class (the "Class") is to generate reliable capital growth by investing in an equity portfolio that is well-diversified across the major sectors of the Canadian and, as appropriate, U.S. and international financial markets. To achieve the stated objectives, the Investment Committee (IRC) may invest the Class in large-to-mid-capitalization common shares and equities with both low systematic risk and higher expected returns through capital appreciation, dividend income, or a combination of both. The IRC may also invest the Class in exchange traded funds, convertible securities and/or various option strategies to gain exposure across geographic regions and sectors. To optimize the Class portfolio for current market conditions, the IRC may change sector and geographic regions and sectors. To optimize the Class portfolio for current market conditions, the IRC may change sector and geographic allocations, as well as tactical approach and investment style. Tactically, the IRC may sell covered call options on securities held directly in the Class portfolio or that can be acquired through various derivative strategies, buy puts to hedge against downside market movements, write cash-secured puts to acquire shares, or buy calls as a stock replacement strategy. The Class may also utilize leverage to a maximum of 20% in aggregate (at the time of incurring leverage) of the portfolio's asset value.

Class D-3 - The investment objective of the CFG Custom Portfolio Corporation, Income Share Class (the "Class") is to generate a stable stream of income and maintain moderate, reliable capital growth by investing in a portfolio that is well-diversified across the major sectors and asset classes of the Canadian and, as appropriate, U.S. and international markets. To achieve the stated objectives, the Investment Committee (IRC) may invest the Class in cash equivalents, bonds, convertible debentures, preferred shares, income trusts, real estate investment trusts, dividend paying common shares, income producing exchange traded funds and stable equities with low systematic risk. To optimize the Class portfolio for current market conditions, the IRC may change asset, sector and geographic allocations, as well as tactical approach and investment style. Tactically, the IRC may sell covered call options on securities held directly in the Class portfolio or that can be acquired through various derivative strategies, buy puts to hedge against downside market movements, write cash-secured puts to acquire shares, or buy calls as a stock replacement strategy. The Class may also utilize leverage to a maximum of 20% in aggregate (at the time of incurring leverage) of the portfolio's asset value.

Class E-3 - The investment objective of the CFG Custom Portfolio Corporation, Morris Balanced Income Class (the "Class") is to strike a balance between safety of principal, enhanced income strategies and capital appreciation. The Class will hold cash, investment grades, preferred shares, blue chip stocks that typically pay out above average dividends, real estate investment trusts (REITs), income trusts and exchange

CFG Custom Portfolio Corporation
Notes To Financial Statements
As at December 31, 2018 and July 30, 2018

1. THE CORPORATION - continued

traded funds across all geographic regions and sectors. The Investment Committee may utilize speculative strategies where the maximum exposure does not exceed 5% of the asset value of the portfolio and can extend the use of leverage to a maximum of 20% in aggregate (at the time of incurring leverage) of the Class's asset value. The Class may write covered call options to generate tax advantaged income, buy puts to hedge against adverse market movements, write cash secured puts to acquire shares, or buy calls as a stock replacement strategy. This Class is actively managed and intends to meet its objectives by investing in the following securities: investment grade government and corporate bonds; mortgage backed securities; preferred shares; individual equities diversified by sector, geographic region and style; exchange traded index funds (equity and income); and real estate investment trusts (REITs). The Class will utilize various option strategies designed to reduce risk and generate income. Speculative strategies include leveraged exchange traded funds, small cap stocks (market capitalization less than \$1 billion) and micro-cap stocks (market capitalization less than \$100 million).

Class F-3 - The objective of the CFG Custom Portfolio Corporation, Morris Balanced Growth Class (the "Class") is to seek out long term capital appreciation complimented with enhanced income strategies. The Class may hold cash, investment grade bonds, preferred shares, blue chip and/or small capitalization stocks, real estate investment trusts (REITs), income trusts and exchange traded funds. The Class may engage in speculative strategies where the maximum exposure does not exceed 10% of the Class's asset value at the time the speculative positions were purchased. The Class may write covered call options in respect of all or part of the securities in its portfolio and may from time to time, buy puts to hedge against downside market movements, write puts to acquire shares and/or buy calls as stock replacement strategy. The Class may utilize leverage to a maximum of 20% in aggregate (at the time of incurring leverage) of the Class's asset value. The Class intends to achieve its investment objective by investing in a diversified portfolio that may include cash, fixed income assets, preferred shares, income trusts, individual equities, exchange traded funds (equity, income, sector and specialty). The Class will seek opportunities across all asset classes, geographic regions and sectors. The Class may use various option strategies to enhance income, hedge against adverse market movements and to leverage upside capital appreciation. Speculative strategies may include investments in aggressive small cap exchange traded funds, small capitalization stocks (market cap less than \$1 billion) and micro-cap stocks (market cap less than \$100 million).

Class I-3 - The investment objective of the CFG Custom Portfolio Corporation, Option Writing Class (the "Class") is to generate above average cash flow by investing in a portfolio of common and/or convertible securities combined with the sale of options. The Class expects to receive both dividend and/or distribution income from the underlying securities as well as premium from the sale of call and/or put options. To achieve the stated objectives, the Class may be invested in large-to-mid-capitalization common shares, dividend-paying equities and other Canadian and, as appropriate, U.S. and international securities such as EFTs with both lower systematic risk and higher expected returns through capital appreciation, dividend income, or a combination of both. To optimize the Class portfolio for current market conditions, the portfolio manager may change sector and geographic allocations, as well as tactical approach and investment style. Tactically, the portfolio manager will

CFG Custom Portfolio Corporation
Notes To Financial Statements
As at December 31, 2018 and July 30, 2018

1. THE CORPORATION - continued

typically sell covered call options on securities held directly in the Class portfolio or that can be acquired through various derivative strategies, but may also buy puts to hedge against downside market movements, write cash-secured puts to acquire shares, or buy calls as a stock replacement strategy. The Class may also utilize leverage to a maximum of 20% in aggregate (at the time of incurring leverage) of the portfolio's asset value.

Class J-3 - The objective of the CFG Custom Portfolio Corporation, Enhanced Global Income Class (the "Class") is to achieve better risk-adjusted returns than a passive, low-cost, diversified portfolio benchmark (The Real World Growth Index). The Class aims to achieve this objective by holding in client accounts three Share Classes in target proportions of 25% Class D-3, Income Share Class, 65% Class A-3, Equity Share Class and 10% Class I-3, Option Writing Share Class. Croft Financial Group will rebalance back to this target at least annually. In addition, rebalancing takes place within each share class on a more frequent basis to manage market risk, take advantage of market opportunity, and manage cash positions.

The address of the Corporation's registered office is 801-251 Consumers Road, Toronto, Ontario M2J 4R3.

2. BASIS OF PRESENTATION

These financial statements have been prepared in compliance with International Financial Reporting Standards ("IFRS") as published by the International Accounting Standards Board ("IASB") and interpretations of the IFRS Interpretations Committee ("IFRIC").

The currency of presentation for these financial statements is the Canadian dollar.

The financial statements were approved by R.N. Croft Financial Group Inc. (the "Manager") and authorized for issue on April 30, 2019.

CFG Custom Portfolio Corporation
Notes To Financial Statements
As at December 31, 2018 and July 30, 2018

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Following is a summary of significant accounting policies followed by the Corporation:

(a) Financial Instruments

In accordance with IFRS 9 Financial Instruments, the Corporation 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 Corporation's investments and liabilities are measured at fair value through profit or loss (FVTPL), including certain investments in debt securities which have been designated at FVTPL. These financial assets are designated upon initial recognition on the basis that they are part of a group of financial assets that are managed and have their performance evaluated on a fair value basis in accordance with risk management and investment strategies of the Corporation, as set out in the Corporation's offering document.

The Corporation's obligation for net assets attributable to holders of redeemable shares is presented at the redemption amount. All other financial assets and financial liabilities are measured at amortized cost. Under this method, financial assets and financial liabilities reflect the amount required to be received or paid, discounted, when appropriate, at the contract's effective interest rate. The Corporation's accounting policies for measuring the fair value of its investments and derivatives are identical to those used in measuring its Net Asset Value for transactions with shareholders.

Interest income from investments in bonds and short-term investments is recognized at the effective interest rate. Accrued interest is shown separately in the statements of financial position based on the debt instruments' stated rates of interest. Dividends are recognized as income on the ex-dividend rate. The cost of investments is determined using the average cost method.

The Corporation does not hold any financial instruments subject to master netting agreements or other agreements which would provide a right to offset. Therefore, the Corporation does not offset financial assets and liabilities in its statements of financial position, as there is no unconditional right to offset.

(b) Cash and cash equivalents

Cash and cash equivalents comprise demand deposits and short-term, highly liquid investments including money market and investment saving funds.

CFG Custom Portfolio Corporation
Notes To Financial Statements
As at December 31, 2018 and July 30, 2018

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

(c) Fair Value Measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and financial liabilities traded in active markets (such as publicly traded marketable securities) are based on quoted market prices at the close of trading on the reporting date. The Corporation uses the last traded market price of both financial assets and financial liabilities where the last traded price falls within that days' bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances.

The fair values established for the Corporation's investments are classified into three levels that reflect the significance and observability of the inputs to the valuation techniques used in making the fair value measurements. When securities are valued using unadjusted quoted market prices for identical assets, they are classified as Level 1. The fair values determined using valuation models or techniques that require the use of inputs and assumptions based on observable market data including volatility and other applicable rates or prices are classified as Level 2. In the limited circumstances that fair values are determined using valuation techniques that are not supported by observable market data, they are classified as Level 3. Changes in valuation methods may result in transfers into or out of an investment's assigned level. The Corporation's policy is to recognize transfers into and out of the fair value hierarchy levels as of the date of the event or change in circumstances giving rise to the transfer except for an investment in a limited partnership which is classified as Level 3, all of the Corporation's investments are classified as Level 1.

(d) Designation of Financial Assets and Liabilities

The Corporation measures cash and investments, including derivatives, at fair value. Changes in fair value are recorded in profit or loss.

The Corporation's business model is one in which the financial assets and liabilities are managed with the objective of realizing cash flows through the sale of assets and liabilities. Performance is measured and decisions are made based on the fair value of instruments. This is consistent with the FVTPL classification and measurement in both periods.

Accrued income and subscriptions receivable are expected to give rise to solely contractual payments of principal and interest, where applicable, and are carried at amortized cost, being designated as loans and receivables prior to July 31, 2018. Similarly, redemptions payable and accrued liabilities are carried at amortized cost, designated as other liabilities prior to July 31, 2018.

(e) Impairment of Financial Assets

An impairment loss in respect of a financial asset measured at amortized cost is calculated as the difference between its carrying amount and the present value of the estimated future cash flows discounted at the asset's original effective interest rate. Losses are recognized in net income and comprehensive income and reflected in an allowance account against receivables. When a subsequent event causes the amount of impairment loss to decrease, the decrease in impairment loss is reversed through net income and comprehensive income.

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Notes To Financial Statements
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3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

The Company applies the simplified approach for trade receivables. Using the simplified approach, the Company records a loss allowance equal to the expected credit losses resulting from all possible default events over the assets' contractual lifetime.

Prior to July 31, 2018, the Corporation assesses whether there is objective evidence that a financial asset at amortized cost is impaired. Where such evidence exists, the Corporation recognizes an impairment loss as the difference between the carrying value of the asset and the present value of estimated future cash flows, discounted at the asset's original effective interest rate.

(f) Valuation of Share Classes

A different net asset value is calculated for each class of shares. Investments and cash are allocated to the specific class of shares to which they relate. Other assets and liabilities are allocated to the class of shares they relate to as applicable, or to all classes of shares on a pro-rata basis. The net asset value for each class of shares is calculated by subtracting the liabilities specifically related to that class from the specific assets of that class, and adjusting this amount for the proportionate share of the assets and liabilities that are not specifically related to any class. Revenues and expenses directly attributed to a class of share are charged directly to that share class. Other expenses are allocated proportionately to each class based upon the relative net assets of each class.

(g) Investment Transactions and Income

Investment transactions are accounted for as of the trade date. Interest income is accrued daily at the effective interest rate. Interest receivable is shown separately in the statement of financial position based on the debt instruments' stated rates of interest. Dividend income is recognized as income on the ex dividend date. The cost of investments is determined using the average cost method.

(h) Transaction Costs

Transaction costs, such as brokerage commissions, incurred on the purchase and sales of a security are charged as an expense for the period and shown as transaction costs on the Statements of Comprehensive Income.

(i) Translation of Foreign Currencies

Portfolio securities and other assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the exchange rates prevailing on each valuation day. Purchases and sales of investments, income and expenses are translated into Canadian dollars at the exchange rates prevailing on the respective dates of such transactions. Realized and unrealized foreign exchange gains (losses) on investments, assets and liabilities, are included in "realized gain (loss) on sale of investments" and "unrealized exchange on foreign currencies and other net assets", respectively and recorded in the Statements of Comprehensive Income.

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Notes To Financial Statements
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3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

(j) Critical Accounting Estimates and Judgments

The preparation of the financial statements requires management to use judgment in applying its accounting policies and to make estimates and assumptions about the future. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively. The following discusses the most significant accounting judgements and estimates that the Corporation has made in preparing the financial statements:

Classification and measurement of investments

In classifying and measuring financial instruments, the Corporation is required to make significant judgements about whether or not the business of the Corporation is to invest on a total return basis for the purpose of measuring instruments at fair value. The most significant judgements made include the determination that certain investments are held for trading.

Fair values

Management relies on values quoted in an active market in accounting for investments at fair value. In the less common circumstance where an investment isn't quoted in an active market, management estimates the fair value by evaluating the fair value of the underlying assets, net of liabilities, and forecasted operational performance of the entity. Inputs management includes in its fair value determination require significant judgement or estimation.

Functional and presentation currency

The primary activity of the Corporation is to invest in Canadian and US securities and to offer Canadian investors a higher return compared to other products available in Canada. The Corporation considers the Canadian dollar the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The financial statements are presented in Canadian dollars, the Corporation's functional and presentation currency.

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3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

(k) Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Shares per Share

The increase (decrease) in net assets attributable to holders of redeemable shares per share in the Statements of Comprehensive Income represents the increase (decrease) in net assets attributable to holders of redeemable shares divided by the weighted average number of shares of that respective class outstanding during the year.

(l) Changes in Accounting Policies

IFRS 9 Financial Instruments – Recognition and Measurement

On July 31, 2018 the corporation adopted IFRS 9 Financial Instruments, which introduces new requirements for classification and measurement, impairment, and hedge accounting. IFRS 9 establishes principles for the financial reporting of financial assets and financial liabilities that present relevant and useful information to users of financial statements for their assessment of the amounts, timing and uncertainty of an entity's future cash flows. IFRS 9 also introduces an expected loss impairment model for all financial assets not measured at fair value through profit or loss that requires recognition of expected credit losses rather than incurred losses as applied under the current standard.

The Corporation has elected to adopt the standard prospectively on July 31, 2018. Upon transition to IFRS 9, the Corporation's financial assets and financial liabilities previously classified as fair value through profit and loss (FVTPL) under IAS39 continued to be categorized as fair value through profit and loss. There were no changes in the measurement attributes for any of the financial assets and financial liabilities upon transition to IFRS 9. Accordingly, the implementation of IFRS 9 did not have a significant impact on the Corporation's financial statements.

IFRS 15 Revenue from Contracts with Customers

On July 31, 2018, the Corporation adopted IFRS 15 using the modified retrospective approach. IFRS 15 replaces IAS 18 Revenue, and establishes a single five-step model framework for determining the nature, amount, and timing of revenue recognition.

Revenue associated with principal trading and investment income are excluded from the scope of IFRS 15. Adoption of the new standard had no impact on the determination of revenue from these sources.

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4. CASH AND CASH EQUIVALENTS

The following tables detail Class A-3, D-3, E-3 and I-3's cash and cash equivalents at December 31, 2018 and July 30, 2018.

Class A-3:

	December 31, 2018	July 30, 2018
Cash	13,253,846	1,093,682
Demand investment savings	7,032,879	4,455,194
Total	20,286,725	5,548,876

Class D-3:

	December 31, 2018	July 30, 2018
Cash	7,958,139	2,608,567
Demand investment savings	-	2,007,781
Total	7,958,139	4,616,348

Class E-3:

	December 31, 2018	July 30, 2018
(Bank indebtedness) cash	(9,323)	884,717
Demand investment savings	-	2,007,855
Total	(9,323)	2,892,572

Class I-3:

	December 31, 2018	July 30, 2018
	As of 2015/07/31	
Cash	10,722,931	4,895,467
Demand investment savings	2,003,651	-
Total	12,726,582	4,895,467

There were no cash equivalents in Class F-3 and J-3.

5. REDEEMABLE SHARES

The Corporation is authorized to issue an unlimited number of shares in each class of shares. The classes and shares offered are:

- Common Shares
- Class A-3 Shares (Canadian Conservative Equity shares)
- Class D-3 Shares (Income shares)
- Class E-3 Shares (Balanced shares)
- Class F-3 Shares (Balanced Growth shares)
- Class I-3 Shares (Option Writing shares)

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As at December 31, 2018 and July 30, 2018

5. REDEEMABLE SHARES - continued

Class J-3 Shares (Enhanced Global Income)

Each of the Class A, D, E, F, I and J Shares (cumulatively the "Share Classes") are issuable in series, with 50 series of these shares currently authorized.

The common shares are voting and entitled to dividends as declared at the discretion of the Board of Directors. Such dividends may be paid only from assets of the Corporation applicable to the Common shares. The Share Classes are non-voting, redeemable and retractable shares. The redemption price is determined based upon the Net Asset Value per Share. Dividends may be declared at the discretion of the Board of Directors. Such dividends may be paid only from net assets of the Corporation applicable to the specific class of shares.

The Corporation issued 1 common share upon inception for cash proceeds of \$100. A summary of the Corporation's Share Classes issued and outstanding is as follows for period ended December 31, 2018:

	Outstanding, beginning of year	Issued	Reinvested distributions	Redeemed	Outstanding, end of year
Class A-3					
Series A	2,869,647	546,638	190,642	(199,169)	3,407,758
Series D	655,958	23,830	39,924	(73,992)	645,720
Class D-3					
Series A	5,488,776	841,035	231	(390,694)	5,939,348
Series D	780,551	21,066	15,593	(86,707)	730,503
Class E-3					
Series A	1,068,869	7,863	-	(1,076,732)	-
Series D	56,496	21	2,872	(59,389)	-
Class F-3					
Series A	1,370,118	1,042,697	-	(13,705)	2,399,110
Series D	31,509	9,215	503	(41,227)	-
Class I-3					
Series A	4,294,410	536,544	30,416	(937,175)	3,924,195
Class J-3					
Series A	631,586	42,152	-	(5,768)	667,970

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Notes To Financial Statements
As at December 31, 2018 and July 30, 2018

5. REDEEMABLE SHARES - continued

A summary of the Corporation's Share Classes issued and outstanding is as follows for year ended July 30, 2018:

	Outstanding, beginning of year	Issued	Reinvested distributions	Redeemed	Outstanding, end of year
Class A-3					
Series A	289,564	3,825,740	92,892	(1,338,549)	2,869,647
Series D	827,837	401,672	132,360	(705,911)	655,958
Series I	2,649,646	590,823	374,987	(3,615,456)	-
Class D-3					
Series A	515,445	6,182,397	950	(1,210,016)	5,488,776
Series D	1,002,597	513,272	65,391	(800,709)	780,551
Series I	3,537,440	873,661	148,468	(4,559,569)	-
Class E-3					
Series A	1,038,622	100,761	46,881	(117,395)	1,068,869
Series D	15,139	66,002	2,072	(26,717)	56,496
Class F-3					
Series A	1,284,283	120,251	82,137	(116,553)	1,370,118
Series D	4,695	40,951	863	(15,000)	31,509
Class I-3					
Series A	2,089,083	2,618,404	54,265	(467,342)	4,294,410
Class J-3					
Series A	-	661,812	-	(30,226)	631,586

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Notes To Financial Statements
As at December 31, 2018 and July 30, 2018

6. DISTRIBUTIONS (DIVIDENDS) PAID TO SHAREHOLDERS

The Board of Directors of the Corporation may declare dividends, at its discretion, payable on any class of the Corporation. Distributions paid to shareholders are calculated on a per share basis. Unless stated in writing in advance of the dividend date, dividends are automatically reinvested in shares of the Corporation.

During the period, the Corporation declared and paid \$1,902,824 (July 30, 2018 - \$3,422,196) in Canadian dividends, \$6,118,856 (July 30, 2018 - \$10,021,519) in capital gains dividends and \$1,192,370 (July 30, 2018 - \$6,804,483) in return of capital. A breakdown is as follows:

	Period ended December 31, 2018			Period ended July 30, 2018		
	Capital gains dividends	Canadian dividends	Return of Capital	Capital gains dividends	Canadian dividends	Return of Capital
Class A-3	\$ 3,223,386	\$ 356,712	\$ 561,408	\$6,054,728	\$ 816,871	\$3,163,102
Class D-3	416,870	816,402	390,861	1,740,735	1,353,683	1,313,113
Class E-3	574,816	160,752	-	582,768	307,761	212,194
Class F-3	211,892	207,127	-	1,021,736	299,729	364,796
Class H-3	-	-	-	-	-	-
Class I-3	1,540,077	340,640	240,101	621,552	604,996	1,647,896
Class J-3	151,815	21,191	-	-	39,156	103,382
Total	\$ 6,118,856	\$1,902,824	\$1,192,370	\$10,021,519	\$3,422,196	\$6,804,483

CFG Custom Portfolio Corporation
Notes To Financial Statements
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7. RELATED PARTY TRANSACTIONS

(a) Management Fees and Performance Bonus

In consideration for management services and investment advice provided to the Corporation, each class pays a management fee to the Manager per annum which is calculated and accrued monthly. A breakdown is as follows:

	Rate (2)	December 31, 2018		July 30, 2018	
		Management Fees	Unpaid/Accrued Management Fees (1)	Management Fees	Unpaid/Accrued Management Fees (1)
Class A-3					
Series A	0.25%	\$ 62,095	\$ 12,019	\$ 79,689	\$ 12,157
Series D	0.85%	41,573	7,462	144,936	9,147
Class D-3					
Series A	0.25%	73,131	14,462	84,721	13,979
Series D	0.85%	36,974	6,920	120,731	7,850
Class E-3					
Series A	0.25%	13,308	4,567	41,070	4,620
Series D	0.85%	2,041	-	4,730	500
Class F-3					
Series A	0.25%	29,560	6,166	57,563	6,657
Series D	0.85%	1,447	406	2,572	289
Class I-3	0.25%	50,068	8,590	93,591	10,716
Class J-3	0.25%	6,677	1,291	11,331	1,335
Total		\$ 316,874	\$ 61,883	\$ 640,934	\$ 67,250

(1) Included in accrued liabilities for financial statement presentation purposes.

(2) Rate is applicable for Series A and D only. The other series charge \$nil or insignificant management fees.

(b) Operating Expenses

The Corporation bears all of the costs and expenses relating to the operation of the business and affairs of the Corporation including all audit, registrar and transfer agency fees, taxes and brokerage commissions. The Manager pays certain of these expenses on behalf of the Corporation and is then reimbursed by the Corporation. The Manager may waive or absorb certain expenses of the Corporation. The decision to do so is reviewed annually and determined at the sole discretion of the Manager.

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Notes To Financial Statements
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8. INCOME TAXES

The Corporation qualified as a mutual fund corporation under the Income Tax Act (Canada). Accordingly, all interest and foreign dividends, net of applicable expenses, are taxed at full corporate rates with credits, subject to certain limitations, for foreign taxes paid.

As a mutual fund corporation, taxable dividends received from Canadian corporations and foreign affiliates are subject to a tax of 38.33%. Such taxes are fully refundable upon payment of taxable dividends to its shareholders at a rate of 38.33% of each \$1 of dividends paid. As at December 31, 2018, all refundable taxes paid on such income was fully offset based on taxable dividends declared and paid during the year.

The Corporation is generally subject to tax at full corporate rates on 50% of its net realized capital gains. This tax can be eliminated by "capital gains redemptions" as defined by income tax legislation, out of the Corporation's realized and undistributed capital gains within 60 days of the end of its fiscal year, making payment to its shareholders of a "capital gains dividend" out of the Corporation's realized and undistributed capital gains, or by a combination of both. As a result, no provision for income taxes with respect to capital gains is made in these financial statements.

All interest and foreign dividends, net of applicable expenses, are taxed at full corporate rates with credits, subject to certain limitations, for foreign taxes paid.

9. CAPITAL MANAGEMENT

R.N. Croft Financial Group Inc., as the fund manager, is responsible for managing the Corporation's assets and liabilities in line with each Class of shares' mandate and the business affairs of the Corporation. The Corporation's dividend policy is to declare and pay such dividends equal to the excess of revenues that would otherwise be taxable over expenses applicable to each Class of shares.

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Notes To Financial Statements
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10. FINANCIAL INSTRUMENTS BY CATEGORY

The following tables present the carrying amounts of the Corporation's financial instruments by category as at December 31, 2018 and July 30, 2018.

Class A-3:

December 31, 2018

Assets	Financial assets at FVTPL	Financial assets at amortized cost	Total
Non-derivative financial assets - investments	45,895,492	-	45,895,492
Cash	20,286,725	-	20,286,725
Subscriptions receivable	-	9,032	9,032
Accrued interest	-	37,242	37,242
Accrued dividends	-	56,931	56,931
Derivative assets	1,104,867	-	1,104,867
Total	67,287,084	103,205	67,390,289

Liabilities	Financial liabilities at FVTPL	Financial liabilities at amortized cost	Total
Redemptions payable	-	26,976	26,976
Accrued liabilities	-	108,123	108,123
Derivative liabilities -investments	3,135,058	-	3,135,058
Total	3,135,058	135,099	3,270,157

CFG Custom Portfolio Corporation
Notes To Financial Statements
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10. FINANCIAL INSTRUMENTS BY CATEGORY - continued

Class A-3:

July 30, 2018

Assets	Financial assets at FVTPL	Financial assets at amortized cost	Total
Non-derivative financial assets - investments	62,936,723	-	62,936,723
Cash	5,548,876	-	5,548,876
Subscriptions receivable	-	9,032	9,032
Accrued interest	-	93,685	93,685
Accrued dividends	-	96,631	96,631
Derivative assets	6,836	-	6,836
Total	68,492,435	199,348	68,691,783

Liabilities	Financial liabilities at FVTPL	Financial liabilities at amortized cost	Total
Redemptions payable	-	16,000	16,000
Accrued liabilities	-	88,600	88,600
Derivative liabilities -investments	689,654	-	689,654
Total	689,654	104,600	794,254

Class D-3:

December 31, 2018

Assets	Financial assets at FVTPL	Financial assets at amortized cost	Total
Non-derivative financial assets - investments	67,904,814	-	67,904,814
Cash	7,958,139	-	7,958,139
Subscriptions receivable	-	108	108
Accrued interest	-	230,624	230,624
Accrued dividends	-	142,803	142,803
Derivative assets	333,516	-	333,516
Total	76,196,469	373,535	76,570,004

Liabilities	Financial liabilities at FVTPL	Financial liabilities at amortized cost	Total
Redemptions payable	-	25,912	25,912
Distributions payable	-	27	27
Accrued liabilities	-	105,080	105,080
Derivative liabilities -investments	1,643,437	-	1,643,437
Total	1,643,437	131,019	1,774,456

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10. FINANCIAL INSTRUMENTS BY CATEGORY - continued

Class D-3:

July 30, 2018

Assets	Financial assets at FVTPL	Financial assets at amortized cost	Total
Non-derivative financial assets - investments	71,663,534	-	71,663,534
Cash	4,616,348	-	4,616,348
Subscriptions receivable	-	6,108	6,108
Accrued interest	-	261,460	261,460
Accrued dividends	-	216,111	216,111
Derivative assets	178,114	-	178,114
Total	76,457,996	483,679	76,941,675

Liabilities	Financial liabilities at FVTPL	Financial liabilities at amortized cost	Total
Distributions payable	-	10	10
Accrued liabilities	-	85,861	85,861
Derivative liabilities -investments	902,412	-	902,412
Total	902,412	85,871	988,283

Class E-3:

December 31, 2018

Liabilities	Financial liabilities at FVTPL	Financial liabilities at amortized cost	Total
Bank indebtedness	9,323	-	9,323
Accrued liabilities	-	21,707	21,707
Derivative liabilities -investments	-	-	-
Total	9,323	21,707	31,030

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10. FINANCIAL INSTRUMENTS BY CATEGORY - continued

Class E-3:

July 30, 2018

Assets	Financial assets at FVTPL	Financial assets at amortized cost	Total
Non-derivative financial assets - investments	14,171,067	-	14,171,067
Cash	2,892,572	-	2,892,572
Accrued interest	-	32,695	32,695
Accrued dividends	-	41,957	41,957
Total	17,063,639	74,652	17,138,291

Liabilities	Financial liabilities at FVTPL	Financial liabilities at amortized cost	Total
Accrued liabilities	-	18,108	18,108
Derivative liabilities -investments	147,255	-	147,255
Total	147,255	18,108	165,363

Class F-3:

December 31, 2018

Assets	Financial assets at FVTPL	Financial assets at amortized cost	Total
Non-derivative financial assets - investments	28,889,462	-	28,889,462
Cash	10,688,572	-	10,688,572
Subscriptions receivable	-	106	106
Accrued dividends	-	54,565	54,565
Total	39,578,034	54,671	39,632,705

Liabilities	Financial liabilities at FVTPL	Financial liabilities at amortized cost	Total
Accrued liabilities	-	30,666	30,666
Derivative liabilities -investments	19,755	-	19,755
Total	19,755	30,666	50,421

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10. FINANCIAL INSTRUMENTS BY CATEGORY - continued

Class F-3:

July 30, 2018

Assets	Financial assets at FVTPL	Financial assets at amortized cost	Total
Non-derivative financial assets - investments	23,235,314	-	23,235,314
Cash	1,523,872	-	1,523,872
Subscriptions receivable	-	106	106
Accrued dividends	-	51,600	51,600
Total	24,759,186	51,706	24,810,892

Liabilities	Financial liabilities at FVTPL	Financial liabilities at amortized cost	Total
Redemptions payable	-	129,252	129,252
Accrued liabilities	-	25,484	25,484
Derivative liabilities -investments	44,268	-	44,268
Total	44,268	154,736	199,004

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10. FINANCIAL INSTRUMENTS BY CATEGORY - continued

Class I-3:

December 31, 2018			
Assets	Financial assets at FVTPL	Financial assets at amortized cost	Total
Non-derivative financial assets - investments	25,937,897	-	25,937,897
Cash	12,726,582	-	12,726,582
Accrued dividends	-	89,425	89,425
Derivative assets	236,737	-	236,737
Total	38,901,216	89,425	38,990,641

Liabilities	Financial liabilities at FVTPL	Financial liabilities at amortized cost	Total
Distribution payable	-	3	3
Accrued liabilities	-	69,676	69,676
Derivative liabilities -investments	473,417	-	473,417
Total	473,417	69,679	543,096

CFG Custom Portfolio Corporation
Notes To Financial Statements
As at December 31, 2018 and July 30, 2018

10. FINANCIAL INSTRUMENTS BY CATEGORY - continued

Class I-3:

July 30, 2018

Assets	Financial assets at FVTPL	Financial assets at amortized cost	Total
Non-derivative financial assets - investments	45,731,197	-	45,731,197
Cash	4,895,467	-	4,895,467
Subscriptions receivable	-	139,252	139,252
Accrued dividends	-	121,425	121,425
Derivative assets	37,883	-	37,883
Total	50,664,547	260,677	50,925,224

Liabilities	Financial liabilities at FVTPL	Financial liabilities at amortized cost	Total
Accrued liabilities	-	54,943	54,943
Derivative liabilities -investments	883,178	-	883,178
Total	883,178	54,943	938,121

Class J-3:

December 31, 2018

Assets	Financial assets at FVTPL	Financial assets at amortized cost	Total
Non-derivative financial assets -investr	4,409,345	-	4,409,345
Cash	1,659,894	-	1,659,894
Accrued dividends	-	9,871	9,871
Derivative assets	682,136	-	682,136
Total	6,751,375	9,871	6,761,246

Liabilities	Financial liabilities at FVTPL	Financial liabilities at amortized cost	Total
Accrued liabilities	-	3,760	3,760
Derivative liabilities -investments	832,677	-	832,677
Total	832,677	3,760	836,437

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10. FINANCIAL INSTRUMENTS BY CATEGORY - continued

July 30, 2018

Assets	Financial assets at FVTPL	Financial assets at amortized cost	Total
Non-derivative financial assets - investments	5,123,028	-	5,123,028
Cash	1,131,983	-	1,131,983
Accrued dividends	-	10,689	10,689
Derivative assets	525,109	-	525,109
Total	6,780,120	10,689	6,790,809

Liabilities	Financial liabilities at FVTPL	Financial liabilities at amortized cost	Total
Distributions payable	-	580	580
Accrued liabilities	-	6,301	6,301
Derivative liabilities -investments	326,874	-	326,874
Total	326,874	6,881	333,755

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Notes To Financial Statements
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11. FAIR VALUE HIERARCHY

Financial instruments are classified within a three level fair value hierarchy which reflects the significance of the inputs required to measure fair value:

Level 1 unadjusted quoted prices in active markets for identical assets or liabilities;

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

Level 3 inputs that are not based on observable market data.

The following tables illustrate the classification of the Corporation's financial instruments within the fair value hierarchy as at December 31, 2018 and July 30, 2018:

Class A-3				
Financial assets and liabilities at fair value as at December 31, 2018				
	Level 1	Level 2	Level 3	Total
Equities	42,414,692	-	-	42,414,692
Bonds	3,480,800	-	-	3,480,800
Derivative assets	1,104,867	-	-	1,104,867
Derivative liabilities	(3,135,058)	-	-	(3,135,058)
	43,865,301	-	-	43,865,301
Financial assets and liabilities at fair value as at July 30, 2018				
	Level 1	Level 2	Level 3	Total
Equities	56,509,376	-	-	56,509,376
Bonds	6,427,347	-	-	6,427,347
Derivative assets	6,836	-	-	6,836
Derivative liabilities	(689,654)	-	-	(689,654)
	62,253,905	-	-	62,253,905

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11. FAIR VALUE HIERARCHY - continued

Class D-3

Financial assets and liabilities at fair value as at December 31, 2018

	Level 1	Level 2	Level 3	Total
Equities	39,388,363	-	-	39,388,363
Bonds	28,186,451	-	-	28,186,451
Derivative assets	333,516	-	-	333,516
Derivative liabilities	(1,643,437)	-	-	(1,643,437)
Private investments	-	-	330,000	330,000
	66,264,893	-	330,000	66,594,893

Financial assets and liabilities at fair value as at July 30, 2018

	Level 1	Level 2	Level 3	Total
Equities	44,628,180	-	-	44,628,180
Bonds	26,705,354	-	-	26,705,354
Derivative assets	178,114	-	-	178,114
Derivative liabilities	(902,412)	-	-	(902,412)
Private investments	-	-	330,000	330,000
	70,609,236	-	330,000	70,939,236

Class E-3

Financial assets and liabilities at fair value as at December 31, 2018

	Level 1	Level 2	Level 3	Total
Equities	-	-	-	-
Bonds	-	-	-	-
Derivative liabilities	-	-	-	-
	-	-	-	-

Financial assets and liabilities at fair value as at July 30, 2018

	Level 1	Level 2	Level 3	Total
Equities	9,785,395	-	-	9,785,395
Bonds	4,385,672	-	-	4,385,672
Derivative liabilities	(147,255)	-	-	(147,255)
	14,023,812	-	-	14,023,812

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11. FAIR VALUE HIERARCHY - continued

Class F-3				
Financial assets and liabilities at fair value as at December 31, 2018				
	Level 1	Level 2	Level 3	Total
Equities	28,889,462	-	-	28,889,462
Derivative liabilities	(19,755)	-	-	(19,755)
	28,869,707	-	-	28,869,707
Financial assets and liabilities at fair value as at July 30, 2018				
	Level 1	Level 2	Level 3	Total
Equities	23,235,314	-	-	23,235,314
Derivative liabilities	(44,268)	-	-	(44,268)
	23,191,046	-	-	23,191,046
Class I-3				
Financial assets and liabilities at fair value as at December 31, 2018				
	Level 1	Level 2	Level 3	Total
Equities	25,937,897	-	-	25,937,897
Derivative assets	236,737	-	-	236,737
Derivative liabilities	(473,417)	-	-	(473,417)
	25,701,217	-	-	25,701,217
Financial assets and liabilities at fair value as at July 30, 2018				
	Level 1	Level 2	Level 3	Total
Equities	45,731,197	-	-	45,731,197
Derivative assets	37,883	-	-	37,883
Derivative liabilities	(883,178)	-	-	(883,178)
	44,885,902	-	-	44,885,902

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11. FAIR VALUE HIERARCHY - continued

Class J-3				
Financial assets and liabilities at fair value as at December 31, 2018				
	Level 1	Level 2	Level 3	Total
Equities	4,409,345	-	-	4,409,345
Derivative assets	682,136	-	-	682,136
Derivative liabilities	(832,677)	-	-	(832,677)
	4,258,804	-	-	4,258,804
Financial assets and liabilities at fair value as at July 30, 2018				
	Level 1	Level 2	Level 3	Total
Equities	5,123,028	-	-	5,123,028
Derivative asset	525,109	-	-	525,109
Derivative liabilities	(326,874)	-	-	(326,874)
	5,321,263	-	-	5,321,263

There were no transfers between levels in the periods ended December 31, 2018 or July 30, 2018.

The Corporation's equity and bond positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Where certain of the Corporation's equities do not trade frequently and therefore observable prices may not be available, the fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

12. CERTAIN RISK FACTORS ASSOCIATED WITH FINANCIAL INSTRUMENTS

Class Risk

Mutual fund corporations sometimes issue different classes of shares of the same mutual fund corporation. Each class has its own fees and expenses, which the mutual fund tracks separately. However, if one is unable to meet its financial obligations, the other classes are legally responsible for making up the difference.

Investment/Market Risk

The value of Shares and any income and gains associated with them can fluctuate significantly and may be quite volatile. Subscribers should be aware that they may not achieve their anticipated returns and may, in fact, suffer significant loss. It is therefore prudent and necessary to consider the use of such pools within an appropriately balanced investment portfolio.

CFG Custom Portfolio Corporation
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12. CERTAIN RISK FACTORS ASSOCIATED WITH FINANCIAL INSTRUMENTS - continued

i) Equity Risk

The Classes invest in equity securities (also called stocks or shares). The value of the Classes will be affected by changes in the market price of those securities. The securities business is speculative, prices are volatile and market movements are difficult to predict. The price of a stock is affected by individual company developments and by general economic and financial conditions in those countries where the issuer of the stock is located or where the stock is listed for trading.

ii) Foreign Currency Risk

The Canadian dollar value of a Class's investments in foreign securities is affected by changes in the value of the Canadian dollar relative to those securities. While the Manager may employ currency hedging when it believes that currency exposure presents significant risk, there is no assurance that it will do so in any particular circumstance. Premiums paid for over the counter currency options purchased by a Class may reduce a Class's return.

The classes' foreign currency holdings at December 31, 2018 were:

Class	December 31 2018	July 30 2018
Class A-3	11.5 %	21.3 %
Class D-3	4.9 %	7.3 %
Class E-3	- %	11.9 %
Class F-3	36.8 %	42.7 %
Class I-3	15.2 %	24.4 %
Class J-3	31.3 %	1.7 %

Sensitivity Analysis

At December 31, 2018 had the Canadian dollar strengthened or weakened by 1% in relation to the U.S. Dollar, with all other variables held constant, net assets attributable to the holders of redeemable shares and the change in net assets attributable to holders of redeemable shares per the statements of financial position would have increased or decreased by the amounts shown below. In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

Class	December 31 2018	July 30 2018
Class A-3	\$ 74,089	\$ 145,080
Class D-3	\$ 36,625	\$ 55,546
Class E-3	\$ -	\$ 20,197
Class F-3	\$ 145,681	\$ 105,380
Class I-3	\$ 58,584	\$ 121,980
Class J-3	\$ 18,521	\$ 1,111

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12. CERTAIN RISK FACTORS ASSOCIATED WITH FINANCIAL INSTRUMENTS - continued

iii) Interest Rate Fluctuations

In the case of interest rate sensitive securities, the value of a security may change as the general level of interest rates fluctuates. When interest rates decline, the value of such securities can be expected to rise. Conversely, when interest rates rise, the value of such securities can be expected to decline.

Sensitivity Analysis

The majority of the Corporation's investments are non-interest bearing assets. Currently only the Class A-3 and D-3 Series Funds have direct exposure to interest rates.

The sensitivity of the Class A-3 Series Fund to interest rate movements, measured by Modified Duration is 0.13 (July 30, 2018 - 0.09). An increase / decrease in interest rates by 100 bps will result in a decrease / increase of the bond portfolio by approximately 13 bps (July 30, 2018 - 9 bps). This affects approximately \$3.5 Million (July 30, 2018 - 6.4 Million) of the total value of the Class A-3 Series Fund at the time of reporting.

The sensitivity of the Class D-3 Series Fund to interest rate movements, measured by Modified Duration is 0.35 (July 30, 2018 - 0.91). An increase / decrease in interest rates by 100 bps will result in a decrease / increase of the bond portfolio by approximately 35 bps (July 30, 2018 - 91 bps). This affects approximately \$41 Million (July 30, 2018 - 25.6 Million) of the total value of the Class D-3 Series Fund at the time of reporting.

No other share classes had interest rate sensitivity at this time.

iv) Other Price Risk

Other price risk is the risk that value of the instruments will fluctuate as a result of the changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment or its issuer, or factors affecting all instruments traded in the market. All securities present a risk of loss of capital. Some of these risks include:

a) *Credit risk*

Credit risk represents the potential loss that the Corporation would incur if the issuer of a financial instrument failed to perform in accordance with the terms of their obligations to the Corporation. The term credit risk is generally associated with bonds and discount notes, and the risk that the issuer will default in the payments of either principal or interest. Class F-3, I-3 and J-3 did not hold any fixed-income instruments. The following table details Class A-3, D-3 and E-3's credit risk exposure by credit rating at December 31, 2018 and July 30, 2018.

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12. CERTAIN RISK FACTORS ASSOCIATED WITH FINANCIAL INSTRUMENTS - continued

Class A-3:

	As of December 31, 2018			
	AA	A	BBB	not rated
Ford Credit Canada Co 2.939 02/19/19			3,480,800	
Total	-	-	3,480,800	-

	As of July 30, 2018			
	AA	A	BBB-	not rated
Ford Credit Canada Co 3.7 08/02/18			3,421,317	
TMX Group Ltd 3.253 10/03/18				3,006,030
Total	-	-	3,421,317	3,006,030

Class D-3:

	As of December 31, 2018			
	Aa2	A	AA	A-
Capital Desjardins Inc 4.954 12/15/2026		360,063		
Canadian Utilities Ltd 5.432 1/23/2019				4,006,120
Hydro One Inc 1.62 4/30/2020				4,446,180
Morgan Stanley 2.5 1/24/2019				2,356,186
Royal Bank of Canada 2.98 05/07/19	4,011,020			
Royal Bank of Canada 2.99 12/6/2024	380,785			
Toronto-Dominion Bank 2.447 4/2/2019			4,003,180	
Total	4,391,805	360,063	4,003,180	10,808,486

	Baa1	Baa3	BBB-	not rated
Bank of Nova Scotia 3.036 10/18/2024	379,872			
Constellation Software Float 3/31/2040			1,949,552	
Ford Credit Canada Co 2.939 2/19/2019		4,000,920		
Morneau Shepell Inc 4.75 6/30/2021				292,798
Premium Brands Hldgs Cor 4.6 12/31/2023				733,250
Premium Brands Hldgs Cor 4.65 4/30/2021				1,266,525
Total	379,872	4,000,920	1,949,552	2,292,573

CFG Custom Portfolio Corporation
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12. CERTAIN RISK FACTORS ASSOCIATED WITH FINANCIAL INSTRUMENTS - continued

	As of July 30, 2018			
	Aa2	A2	AA-	A+
Capital Desjardins Inc 4.954 12/15/26		363,001		
Royal Bank of Canada 2.77 12/11/18			4,445,856	
Royal Bank of Canada 2.99 12/06/24	381,577			
Shell International Fin 4.3 9/22/2019				2,118,354
Total	381,577	363,001	4,445,856	2,118,354

	Baa1	BBB	BBB-	not rated
Bank of Nova Scotia 3.036 10/18/2024	380,633			
Constellation Software Float 03/31/40			2,054,280	
Dollarama Inc 3.095 11/05/18				3,440,597
Ford Credit Canada Co 3.7 08/02/18			2,931,128	
Loblaw Companies Ltd 3.748 03/12/19		4,540,095		
Morneau Shepell Inc 4 3/4 06/30/21				310,050
Premium Brands Hldgs Corp 4.6 12/31/23				791,000
Premium Brands Hldgs Corp 4.65 04/30/21				1,509,885
TMX Group Ltd 3.253 10/03/18				3,438,898
Total	380,633	4,540,095	4,985,408	9,490,430

Class E-3:

	As of December 31, 2018			
	AA	A	BBB-	not rated
Total	-	-	-	-

	As of July 30, 2018			
	A+	A-	BBB-	not rated
AG Growth International 4 1/2 12/31/22				434,300
Bank of America Corp 2.6 01/15/19		716,365		
Coca-Cola Co/The 1.375 05/30/19	709,437			
Constellation Software Float 03/31/40			259,718	
Exchange Income Corp 5 1/4 12/31/22				437,525
Ford Credit Canada Co 3.7 08/02/18			826,318	
TMX Group Ltd 3.253 10/03/18				1,002,010
Total	709,437	716,365	1,086,036	1,873,835

CFG Custom Portfolio Corporation
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12. CERTAIN RISK FACTORS ASSOCIATED WITH FINANCIAL INSTRUMENTS - continued

b) *Liquidity risk*

Liquidity risk is the risk that the Corporation will encounter difficulty in meeting obligations associated with financial liabilities. The Corporation is exposed to daily cash redemptions, however, the Corporation maintains sufficient cash on hand to fund anticipated redemptions.

The Corporation may invest in derivatives, debt securities and unlisted equity investments that are not traded in an active market. As a result, the Corporation may not be able to quickly liquidate its investments in these instruments at amounts which approximate their fair values, or be able to respond to specific events such as deterioration in the creditworthiness of any particular issuer. The Manager monitors the Corporation's liquidity position on a daily basis.

The current liabilities of each Class are generally payable in less than 90 days of origination. Maturities of derivative liabilities vary as indicated on the applicable schedule of investment portfolio.

Redeemable units are redeemable on demand at the holder's option. However, the Manager does not expect that the contractual maturity disclosed above will be representative of the actual cash outflows, as holders of these instruments typically retain them for a longer period.

c) Foreign Security Risk

Some Classes invest a substantial portion of their assets in foreign securities. The value of foreign securities may be influenced by foreign government policies, lack of information about foreign companies, political or social instability and the possible levy of foreign withholding tax. There may be lower standards of government supervision and regulation in foreign financial markets. Foreign stock markets may also be less liquid and more volatile. In addition, the securities markets of many countries have at times in the past moved relatively independently of one another due to different economic, financial, political and social factors. This may reduce gains which a Class has derived from movements in a particular market. A Class that holds foreign securities may have difficulty enforcing legal rights in jurisdictions outside Canada.

d) Industry and Geographic Concentration Risk

The Corporation's investment philosophy may cause the Classes to focus on specific industries and to avoid others. Moreover, the Corporation will be authorized to allocate the Class's assets without limitation among geographic regions and individual countries. As a result, a Class may from time to time, have greater exposure to particular industries, countries, or regions than other similar Classes.

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12. CERTAIN RISK FACTORS ASSOCIATED WITH FINANCIAL INSTRUMENTS - continued

e) American Depository Securities and Receipt Risk

In some cases, rather than directly holding securities of non-Canadian and non-U.S. companies, a Class may hold these securities through an American Depository Security and Receipt (an "ADR"). An ADR is issued by a U.S. bank or trust company to evidence its ownership of securities of a non-U.S. corporation. The currency of an ADR may be U.S. dollars rather than the currency of the non-U.S. corporation to which it relates. The value of an ADR will not be equal to the value of the underlying non-U.S. securities to which the ADR relates as a result of a number of factors. These factors include the fees and expenses associated with holding an ADR, the currency exchange rate relating to the conversion of foreign dividends and other foreign cash distributions into U.S. dollars, and tax considerations such as withholding tax and different tax rates between the jurisdictions. In addition, the rights of the Class, as a holder of an ADR, may be different than the rights of holders of the underlying securities to which the ADR relates, and the market for an ADR may be less liquid than that of the underlying securities. The foreign exchange risk will also affect the value of the ADR and, as a consequence, the performance of the Class if it holds the ADR.

f) Portfolio Turnover Risk

The operation of a Class may result in a high annual portfolio turnover rate. The Classes have not placed any limit on the rate of portfolio turnover and portfolio securities may be sold without regard to the time they have been held when, in the opinion of the Corporation, investment considerations warrant such action. A high rate of portfolio turnover involves correspondingly greater expenses than a lower rate (e.g., greater transaction costs such as brokerage fees) and may involve different tax consequences.

g) Broad Authority of R.N. Croft Financial Group Inc. Risk

The Corporation, through its manager, has broad discretion over the conduct of a Class's undertaking, selection of the specific companies in which a Class invests and over the types of transactions in which a Class engages.

h) Legal, Tax and Regulatory Risks

Legal, tax and regulatory changes to laws or administrative practice could occur during the term of a Class which may adversely affect the Class. For example, the regulatory or tax environment for derivative instruments is evolving, and changes in the regulation or taxation of derivative instruments may adversely affect the value of derivative instruments held by a Class and the ability of the Class to pursue its investment strategies. Interpretation of the law or administrative practice may affect the characterization of a Class's earnings as capital gains or income which may increase the level of tax borne by investors as a result of increased dividend paid by the Class.

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12. CERTAIN RISK FACTORS ASSOCIATED WITH FINANCIAL INSTRUMENTS - continued

i) Conflicts of Interest Risk

The Corporation may be subject to conflicts of interest due to the fact that R.N. Croft also provides discretionary portfolio management services to other clients who do not hold shares of one or more Classes. The Corporation's investment decisions for a Class are made independently of those made for other clients. R.N. Croft makes all reasonable efforts to price and allocate securities fairly if traded for both the Corporation and other clients. In all cases, R.N. Croft has policies to ensure it allocates trades in a fair and reasonable manner for all clients, including the Corporation. The decision to use the same or different securities for other client accounts and one or more Class of the Corporation is based on the investment objectives, risk tolerances, and constraints identified as identified by R.N. Croft when discharging its fiduciary obligations for all clients and the Corporation, including its individual Classes.

j) Regulatory Risk

Some industries, such as financial services, healthcare and telecommunications, are heavily regulated and may receive government funding. Investments in these sectors may be substantially affected by changes in government policy, such as increased regulation, ownership restrictions, deregulation or reduced government funding. The value of a Class that buys these investments may rise and fall substantially due to changes in these factors.

k) Derivative Risk

The Classes may use derivatives as permitted by the Canadian securities regulatory authorities. A derivative is an instrument, the value of which is derived from the value of other securities or from the movement of interest rates, exchange rates, or market indices. Derivatives are often used for hedging against the risk of potential losses, such as losses due to changes in interest or foreign exchange rates. Derivatives also allow mutual funds to realize the benefits of changes in the value of a security without having to invest directly in that security. This is especially useful since it is often less expensive to purchase a derivative instrument than the actual security. There are also certain instances where holding a derivative is less risky than holding the underlying security.

Derivatives have their own special risks. Here are some of the common risks:

- o Using derivatives to hedge against risk may not always work and while the use of derivatives may reduce losses, they could also limit potential gains.
- o The price of a derivative may not accurately reflect the value of the underlying currency or security.
- o There is no guarantee that an investor can close a derivative contract when it wants to. If an exchange imposes trading limits, it could also affect the ability of an investor to close out its positions in derivatives. These events could prevent an investor from making a profit or limiting its losses.

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12. CERTAIN RISK FACTORS ASSOCIATED WITH FINANCIAL INSTRUMENTS - continued

- o The other party to a derivative contract may not be able to live up to its agreement to complete the transaction.

l) Use of Options Risk

A Class may purchase and write exchange-traded and over-the-counter put and call options on debt and equity securities, commodities, currencies and indices (both narrow-based and broad-based). A put option on securities or currencies gives the purchaser of the option, upon payment of a premium, the right to deliver a specified amount of the securities or currencies to the writer of the option on or before a fixed date at a predetermined price. A put option on a securities index gives the purchaser of the option, upon payment of a premium, the right to a cash payment from the writer of the option if the index drops below a predetermined level on or before a fixed date.

A call option on securities or currencies gives the purchaser of the option, upon payment of a premium, the right to call upon the writer to deliver a specified amount of the securities or currencies on or before a fixed date at a predetermined price. A call option on a securities index gives the purchaser of the option, upon payment of a premium, the right to a cash payment from the writer of the option if the index rises above a predetermined level on or before a fixed date.

A Class's ability to close out its position as a purchaser or seller of a listed put or call option is dependent, in part, upon the liquidity of the option market. Over-the-counter ("OTC") options are purchased from or sold to securities dealers, financial institutions or other parties (the "Counterparty") through direct bilateral agreements with the Counterparty. In contrast to exchange listed options, which generally have standardized terms and performance mechanics, all the terms of an OTC option, including such terms as method of settlement, term, exercise price, premium, guarantees and security, are set by the negotiation of the parties. Unless the parties provide for it, there is no central clearing or guarantee function in an OTC option. As a result, if the Counterparty fails to make or take delivery of the security, currency or other instrument underlying an OTC option it has entered into with the Class or fails to make a cash settlement payment due in accordance with the terms of that option, the Class will lose any premium it paid for the option as well as any anticipated benefit of the transaction.

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12. CERTAIN RISK FACTORS ASSOCIATED WITH FINANCIAL INSTRUMENTS - continued

Call options may be purchased to provide exposure to increases in the market (e.g., with respect to temporary cash positions) or to hedge against an increase in the price of securities or other investments that a Class intends to purchase. Similarly, put options may be purchased to hedge against a decrease in the market generally or in the price of securities or other investments held by the Class. Buying options may reduce the Class's returns, but by no more than the amount of the premiums paid for the options. Writing covered call options (i.e., where the Class owns the security or other investment that is subject to the call) may limit the Class's gain on portfolio investments if the option is exercised because the Class will have to sell the underlying investments below the current market price. Also, writing put options may require the Class to buy the underlying investment at a disadvantageous price above the current market price. Writing uncovered call options (i.e., where the Class does not own the security or other investment that is subject to the call) entails the risk that the price of the underlying investment at the time the option is exercised theoretically could have risen without limit. The risk of loss of uncovered put options written by the Class is limited in the exercise price of the option less the premium received. Purchasing and writing put and call options are highly specialized activities and entail greater than ordinary market risks.

m) Counterparty Risk

Due to the nature of some of the investments that a Class may undertake, a Class relies on the ability of the counterparty to the transaction to perform its obligations. In the event that counterparty fails to complete its obligations, the Class bears the risk of loss of the amount expected to be received under options, forward contracts or securities lending agreements in the event of the default or bankruptcy of counterparty.

n) Securities Lending, Repurchase and Reverse Repurchase Transactions Risk

The Classes may engage in securities lending, repurchase and reverse repurchase transactions in order to earn additional returns. Securities lending is an agreement whereby a Class lends securities through an authorized agent in exchange for a fee and some form of acceptable collateral. Under a repurchase transaction, a Class agrees to sell securities for cash while, at the same time, assumes an obligation to repurchase the same securities for cash (usually at a higher price) at a later date. A reverse repurchase transaction is an agreement where by a Class buys securities for cash while, at the same time, agrees to resell the same securities (usually at a higher price) at a later date.

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12. CERTAIN RISK FACTORS ASSOCIATED WITH FINANCIAL INSTRUMENTS - continued

The risks associated with securities lending, repurchase and reverse repurchase transactions arise when the counterparty to such transaction defaults under the investment agreement and the Class is forced to make a claim in order to recover its investment. In securities lending or a repurchase transaction, the Class could incur a loss if the value of the securities loaned or sold by the Class has increased in value relative to the value of the collateral held by the Class. In the case of a reverse repurchase transaction, the Class could incur a loss if the value of the securities purchased by the Class decreases in value relative to the value of the collateral held by the Class. The Classes generally manage the risks associated with these types of investments by:

- a. holding collateral equal to a minimum of 102% of the market value of the securities loaned (for securities lending transactions), sold (for repurchase transactions) or purchased (for reverse repurchase transactions) as the case may be; adjusting the amount to the collateral each business day to ensure the collateral's value relative to the market value of the securities loaned, sold or purchased remains within a 102% limit; and
- b. limiting the aggregate value of all securities loaned or sold through securities lending and repurchase transactions to under 50% of the total assets (without including the collateral) of the Class.

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13. INCREASE IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE

The increase in net assets attributable to holders of redeemable shares per share for the periods ended December 31, 2018 and July 30, 2018 is calculated as follows:

**Class A-3:
Series A**

	December 31 2018	July 30 2018
Increase in net assets attributable to holders of redeemable shares	\$ (8,354,091)	\$ 1,822,903
Weighted average shares outstanding during the year	3,168,089	1,637,325
Increase in net assets attributable to holders of redeemable shares per share	\$ (2.64)	\$ 1.11

Series D

	December 31 2018	July 30 2018
Increase in net assets attributable to holders of redeemable shares	\$ (1,387,489)	\$ 1,589,476
Weighted average shares outstanding during the year	646,345	873,154
Increase in net assets attributable to holders of redeemable shares per share	\$ (2.15)	\$ 1.82

Series I

	December 31 2018	July 30 2018
Increase in net assets attributable to holders of redeemable shares	\$ -	\$ 4,288,470
Weighted average shares outstanding during the year	-	1,372,618
Increase in net assets attributable to holders of redeemable shares per share	\$ -	\$ 3.12

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13. INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE - continued

**Class D-3:
Series A**

	December 31 2018	July 30 2018
Increase in net assets attributable to holders of redeemable shares	\$ (3,957,683)	\$ 2,358,187
Weighted average shares outstanding during the year	5,799,330	2,919,132
Increase in net assets attributable to holders of redeemable shares per share	\$ (0.68)	\$ 0.81

Series D

	December 31 2018	July 30 2018
Increase in net assets attributable to holders of redeemable shares	\$ (525,938)	\$ 598,776
Weighted average shares outstanding during the year	748,604	1,010,792
Increase in net assets attributable to holders of redeemable shares per share	\$ (0.70)	\$ 0.59

Series I

	December 31 2018	July 30 2018
Increase in net assets attributable to holders of redeemable shares	\$ -	\$ 2,035,499
Weighted average shares outstanding during the year	-	1,757,870
Increase in net assets attributable to holders of redeemable shares per share	\$ -	\$ 1.16

**Class E-3:
Series A**

	December 31 2018	July 30 2018
Increase in net assets attributable to holders of redeemable shares	\$ (462,937)	\$ 1,133,715
Weighted average shares outstanding during the year	788,682	1,078,488
Increase in net assets attributable to holders of redeemable shares per share	\$ (0.59)	\$ 1.05

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13. INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE - continued

Series D

	December 31 2018	July 30 2018
Increase in net assets attributable to holders of redeemable shares	\$ (23,440)	\$ 9,984
Weighted average shares outstanding during the year	47,176	45,278
Increase in net assets attributable to holders of redeemable shares per share	\$ (0.50)	\$ 0.22

Class F-3:

Series A

	December 31 2018	July 30 2018
Increase in net assets attributable to holders of redeemable shares	\$ (2,027,264)	\$ 3,055,974
Weighted average shares outstanding during the year	1,656,918	1,352,044
Increase in net assets attributable to holders of redeemable shares per share	\$ (1.22)	\$ 2.26

Series D

	December 31 2018	July 30 2018
Increase in net assets attributable to holders of redeemable shares	\$ (15,413)	\$ 21,754
Weighted average shares outstanding during the year	31,980	24,392
Increase in net assets attributable to holders of redeemable shares per share	\$ (0.48)	\$ 0.89

CFG Custom Portfolio Corporation
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As at December 31, 2018 and July 30, 2018

13. INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES PER SHARE - continued

Class I-3

	December 31 2018	July 30 2018
Increase in net assets attributable to holders of redeemable shares	\$ (5,811,944)	\$ 3,109,972
Weighted average shares outstanding during the year	4,259,609	3,240,653
Increase in net assets attributable to holders of redeemable shares per share	\$ (1.36)	\$ 0.96

Class J-3

	December 31 2018	July 30 2018
Increase in net assets attributable to holders of redeemable shares	\$ (709,078)	\$ 254,757
Weighted average shares outstanding during the year	644,068	462,039
Increase in net assets attributable to holders of redeemable shares per share	\$ (1.10)	\$ 0.55

14. FILING OF FINANCIAL STATEMENTS

The Corporation is relying on the exemption in section 2.11 of National Instrument 81-106 - Investment Fund Continuous Disclosure not to publicly file its financial statements for the period ended December 31, 2018.