

Davis-Rea Equity Fund

Semi-Annual Management Report of Fund Performance

For the six months ended June 30, 2018

This Semi-Annual Management Report of Fund Performance contains financial highlights, but does not contain the unaudited semi-annual financial statements or audited annual financial statements of the Davis-Rea Equity Fund. You can get a copy of the unaudited semi-annual financial statements of the Davis-Rea Equity Fund at your request and, at no cost, by calling Davis-Rea Ltd. at (416) 324-2200 or at (877) 391-9929, by writing to us at 79 Wellington Street West, Suite 3535, P.O. Box 239, Toronto, Ontario, M5K 1J3, or by visiting our website at www.davisrea.com or SEDAR at www.sedar.com.

Securityholders may also contact us using one of these methods to request a copy of the Davis-Rea Equity Fund's proxy voting policies and procedures, proxy voting disclosure record and/or quarterly portfolio disclosure.

Davis-Rea Equity Fund

Semi-Annual Management Report of Fund Performance

Table of Contents	Page
Management Discussion of Fund Performance	1
Investment Objective and Strategies	1
Risk.....	1
Results of Operations	1
Recent Developments.....	2
Related Party Transactions.....	3
Management Fees.....	4
Class O Units*	5
Financial Highlights.....	5
Past Performance	6
Year-by-Year Returns	7
Class B Units*	8
Financial Highlights	8
Past Performance	9
Year-by-Year Returns	9
Class A Units*	10
Financial Highlights	10
Past Performance	11
Year-by-Year Returns	11
Class N Units*	12
Financial Highlights	12
Explanatory Notes to Financial Highlights	13
Net assets per unit:	13
Ratios and Supplemental Data:.....	13
Summary of Investment Portfolio.....	15

Management Discussion of Fund Performance

Investment Objective and Strategies

The investment objective of the Davis-Rea Equity Fund (the “**Fund**”) is to preserve and enhance capital by primarily investing in Canadian, U.S. and international equity securities for long-term gain.

Securities for the Fund will be selected by us based on our assessment of the markets and potential investment opportunities. We intend to focus the Fund on various sectors of the economy from time to time, and will typically only invest in the equity securities of large to medium capitalized companies with a market capitalization of not less than \$250 million. Any exceptions to this market capitalization will be limited to less than 10% of the value of the Fund. We may also use derivatives from time to time to hedge against changes in currency, losses from movements in the stock markets or to realize additional gains. At our discretion, the Fund may also hold cash and/or short-term money market instruments, fixed income securities and convertible debentures, and may from time to time invest up to 10% of its assets in Class N units of the Davis-Rea Fixed Income Fund.

Risk

The Fund is subject to a number of risks that have not changed over the last year. These risks include the Fund not being able to obtain its investment objective, general economic conditions, interest rate fluctuations and stock market risk. See the prospectus of the Fund for a full description of the risks that the Fund may be exposed to. The Fund also continues to have a risk rating of medium.

Results of Operations

We maintained a cautious stance throughout the first half of 2018, significantly increasing our cash position to both shield the portfolio and provide dry powder ready to deploy when the opportunity presents itself. Markets moved sideways and saw increased volatility, with little gained over the period, as global trade tensions and tighter U.S. and Canadian monetary policy gained momentum. We added some new positions in U.S. financials, and reduced our holdings in some of our technology and energy positions on price appreciation through the first half of 2018. The Fund returned 9.37% for the six months ended June 30, 2018, compared to returns of 0.42% for the S&P/TSX Composite Index and 1.67% for the S&P 500 Index. We will outline the key investments that formed our returns below.

Recent Developments

The year started with upward market trends, with the S&P 500 up nearly 7% in January alone, before selling off sharply in February. This was caused by markets anticipating additional interest rate hikes following hawkish comments from the U.S. Federal Reserve regarding gradually increasing rates moving forward. Markets saw a return to volatility, with large price swings on increased trading volume characterising the remainder of the first quarter. Canadian markets followed the steep selloff as well, as the market continued to expect the Bank of Canada to increase interest rates further despite their stated cautious approach to further hikes. Increased geopolitical tensions also contributed to market uncertainty through the first quarter. Tension and uncertainty regarding markets and global trade policy also increased with President Trump's positioning on tariffs, trade policies and international relations.

We felt that the market had gotten ahead of itself after the strong start to the year, and the Fund took advantage of market conditions in January to begin raising cash. We reduced some of our positions in the energy, healthcare, technology, and utilities sectors to take profits, and to reduce our holdings in companies where we felt risk/return characteristics were deteriorating. After the sell-off in February, we were happy that we had begun the process earlier in the quarter, but took opportunities to raise cash selectively over the remainder of the quarter. We added to our positions in Activision Blizzard, Booking.com (formerly Priceline) and J.P. Morgan Chase over the quarter as well.

Positive performance for the first quarter in the Fund was concentrated in our healthcare, consumer discretionary and financial names, while negative performance was concentrated in our energy and utility names, with some negative performance coming from our position in Facebook. At the beginning of the year, we were concerned about the prospect of additional regulation and reduced our position in January ahead of the Cambridge Analytica debacle, but held on to the balance through March as we felt that the sell-off was overdone relative to the company's growth prospects.

The Fund showed strong performance over the second quarter, as our energy names gained strength at the hands of rising oil prices, confirming our long-term expectations of a stronger Canadian energy sector. We remain bullish on our energy positions and expect them to continue to perform well; however, we have been trimming the positions on upward momentum and continue to accumulate cash.

The technology sector continued to perform well in the second quarter, as our tech names, primarily Facebook, Apple, Alphabet, Activision Blizzard and Amazon (consumer discretionary) provided the Fund's second largest positive contribution behind energy. These positions were subsequently trimmed, in order to maintain a conservative weighting of approximately 11% of the total fund value. The Fund increased its weighting in U.S.

financials, specifically PNC Financial, and J.P. Morgan Chase on weakness mid-way through the second quarter, as we believe these names have much to gain in the current environment of rising rates, a strong U.S. economy, and increased market volatility. Additional trimming of positions occurred in our healthcare (Stryker), industrials (Stanley Black & Decker), and utilities (Brookfield Infrastructure Partners) positions. In response to the currency headwinds experienced in 2017, we have entered into a CAD/USD forward contract in order to hedge our exposure to the U.S. dollar.

The Fund also purchased a small position in Canntrust Holdings, a Canadian licensed producer of medicinal marijuana. Canntrust is one of Canada's lowest cost producers of medical marijuana, and was one of the few producers with positive cash-flows before a concrete recreational legalization date had been announced by the Trudeau government. The company is run by an experienced management team with decades of experience in the healthcare and pharmaceuticals industries, and is partnered with Canadian pharma-giant Apotex. Canntrust has exhibited impressive cost control discipline while still scaling its operations in anticipation of the legal recreational market coming online in October of 2018 - hence our interest in owning this name.

Negative performance for the second quarter came primarily from the financials sector over concerns of a flattening yield curve, and increased global trade and geopolitical tensions. However, we believe a lighter regulatory environment favored by the Trump administration paired with strong consumer and corporate balance sheets have created a steady environment fostering healthy loan demand, and rising rates should contribute to longer term strength in the sector. We will continue to hold a healthy cash balance as we look for opportunities to invest in well-managed companies with strong long-term growth prospects, but are proceeding with caution as we enter the later stages of the economic cycle.

Related Party Transactions

Davis-Rea Ltd. (the "**Manager**") is the manager and portfolio adviser for the Fund. The Manager is responsible for managing the day-to-day activities of the Fund and providing or arranging for all required administrative services of the Fund. In consideration for such services, certain classes of units of the Fund pay the Manager a monthly management fee based on the net asset value ("**NAV**") of the applicable classes of units of the Fund, calculated daily. Each holder of Class O units of the Fund pays their management fee directly to us pursuant to their Class O investment management agreement. The Class N units of the Fund do not pay a management fee and may only be bought by another Davis-Rea Mutual Fund.

The Manager has also created an independent review committee ("**IRC**") to review and provide impartial judgment on conflict of interest matters. The IRC reviews potential conflicts of interest referred to it by the Manager and makes recommendations on whether a course

of action is fair and reasonable for the Fund. The IRC prepares an annual report of its activities for interested parties. A copy of the IRC's report for 2017 is available at www.davisrea.com.

Management Fees

The table below outlines the Fund's annual management fees and the trailer fees, if any, that the Manager pays to dealers who distribute units of the applicable class of the Fund (i.e., a percentage of the daily NAV of such class). The Manager is paid an annual management fee by each unitholder who invests in Class O units of the Fund pursuant to a Class O investment management agreement, which will not exceed the management fee that we receive from class A units of the Fund. The Class N units of the Fund do not pay a management fee and may only be bought by another Davis-Rea Mutual Fund.

	Class A	Class B	Class F	Class O	Class N
Management Fee	1.75%	2.00%	1.50%	Negotiated	N/A
Trailer Fee (maximum rate as a percentage of management fees)	N/A	0.50%	N/A	N/A	N/A

Class O Units*

Financial Highlights

The following tables show selected key financial information about the Class O units of the Fund* and are intended to help you understand the Fund's financial performance for the six months ended June 30, 2018 as well as for the past five years ended December 31.

The Fund's Net Assets per Unit	Jun. 30. 2018**	Dec. 31, 2017**	Dec. 31. 2016**	Dec. 31, 2015**	Dec. 31, 2014**	Dec. 31, 2013**
Net assets - beginning of period⁽¹⁾	\$106,862,028	\$126,089,070	\$144,616,649	\$137,855,612	\$80,747,475	\$24,038,130
<i>Increase (decrease) from operations:</i>						
Total revenue	\$863,372	\$1,513,736	\$1,068,856	\$2,053,719	\$1,487,656	\$779,613
Total expenses	\$154,384	\$283,110	\$344,888	\$513,430	\$795,839	\$104,234
Realized gains (losses) for the period	\$4,886,540	\$537,738	(\$6,563,517)	\$10,268,593	\$9,863,411	\$3,637,691
Unrealized gains (losses) for the period	\$3,103,439	(\$2,818,780)	\$16,635,083	(\$4,749,224)	(\$8,902,433)	\$3,832,368
Total increase (decrease) from operations⁽²⁾	\$8,698,967	(\$1,050,416)	\$10,795,534	\$7,059,658	\$1,652,795	\$8,145,438
<i>Distributions:</i>						
From net realized gain on investments	\$0	\$0	\$1,676,466	\$8,856,661	\$9,695,919	\$3,655,121
From net investment income	\$765,779	\$1,236,400	\$537,095	\$1,668,646	\$1,166,745	\$674,769
From return of capital	\$0	\$1,521,480	\$0	\$0	\$0	\$0
Total Annual Distributions	\$765,779	\$2,757,880	\$2,213,561	\$10,525,308	\$10,862,664	\$4,329,890
Net assets - end of period	\$100,640,102	\$106,862,028	\$126,089,070	\$144,616,649	\$137,855,612	\$80,747,475
<i>Ratios and Supplemental Data</i>						
Total net asset value ⁽¹⁾	\$100,640,102	\$106,862,028	\$126,089,070	\$144,616,649	\$137,855,612	\$80,747,475
Number of units outstanding ⁽¹⁾	7,901,393	9,102,661	10,446,208	12,832,001	11,977,029	6,913,311
Management expense ratio	0.18%	0.17%	0.13%	0.15%	0.16%	0.22%
Management expense ratio ^ before waivers or absorption (%) ⁽²⁾	0.18%	0.17%	0.13%	0.15%	0.16%	0.22%
Trading expense ratio (%) ⁽³⁾	0.08%	0.03%	0.07%	0.06%	0.35%	0.41%
Portfolio turnover rate (%) ⁽⁴⁾	26.59%	44.24%	46.46%	41.53%	70.30%	59.50%
Net asset value per unit	\$12.74	\$11.74	\$12.07	\$11.27	\$11.51	\$11.68

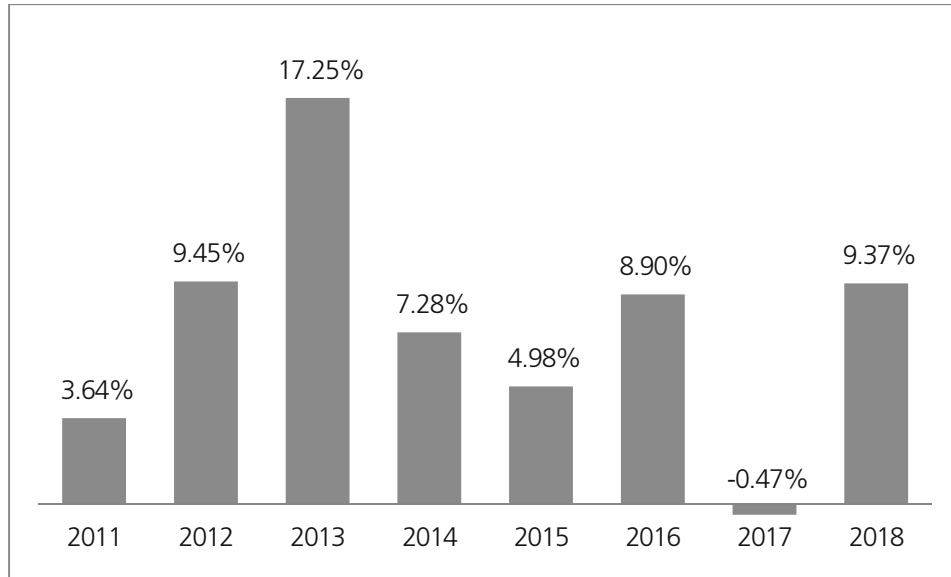
- * Class O units of the Fund were first offered by prospectus on March 18, 2013 and were offered on an exempt basis since June 19, 2011. For explanatory notes, please refer to “Explanatory Notes to Financial Highlights” at the end of the section.
- ** Financial Highlights for the first half of 2018, and for the years 2017, 2016, 2015, and 2014 have been prepared under IFRS standards. Prior years were prepared under Canadian GAAP standards. Previously under Canadian GAAP, the Fund measured the values of its investments in accordance with Section 3855, Financial Instruments – Recognition and Measurement. As a result of the adoption of IFRS on January 1, 2014, an adjustment was recognized to increase the carrying value of the Fund’s investments by \$47,165 as at January 1, 2013.
- ^ Each investor enters into a Class O investment management agreement with the Manager and pays a management fee to the Manager directly.

Past Performance

The following information does not take into account any Class O management fees, which are paid to the Manager pursuant to a Class O investment management agreement. The past performance indicated below assumes that all distributions made by the Fund in the periods shown were re-invested in additional units of the applicable class of the Fund. In addition, the past performance results shown below does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance. Finally, past performance does not necessarily indicate how the Fund will perform in the future.

Year-by-Year Returns

The bar chart below shows the Fund's performance for class O units in each of the years shown. It illustrates how the Fund's performance has changed from year to year. In percentage terms, the bar chart shows how much an investment made at the beginning of the period has increased or decreased by the end of the period. The return shown for 2011 is for the period from inception on June 19, 2011. The Return shown for 2018 is for the six months ended June 30, 2018.



Class B Units*

Financial Highlights

The following tables show selected key financial information about the Class B units of the Fund* and are intended to help you understand the Fund's financial performance for the six months ended June 30, 2018 as well as the past four years ended December 31.

The Fund's Net Assets per Unit	June 30, 2018	Dec. 31, 2017	Dec. 31, 2016	Dec. 31, 2015	Dec. 31, 2014
Net assets - beginning of period⁽¹⁾	\$29,960	\$30,790	\$28,922	\$28,180	\$0
<i>Increase (decrease) from operations:</i>					
Total revenue	\$268	\$389	\$235	\$414	\$96
Total expenses	\$386	\$735	\$722	\$793	\$37
Realized gains (losses) for the period	\$1,630	\$84	(\$1,610)	\$2,035	\$308
Unrealized gains (losses) for the period	\$876	(\$569)	\$3,966	(\$897)	(\$4,129)
Total increase (decrease) from operations⁽²⁾	\$2,388	(\$830)	\$1,868	\$759	(\$3,762)
<i>Distributions:</i>					
From net realized gain on investments	\$0	\$0	\$344	\$0	\$434
From net investment income	\$0	\$0	\$0	\$1,793	\$109
Return of capital	\$432	\$455	\$0	\$0	\$0
Total Annual Distributions	\$432	\$455	\$344	\$1,793	\$543
Net assets - end of period	\$31,916	\$29,960	\$30,790	\$28,922	\$28,180
<i>Ratios and Supplemental Data</i>					
Total net asset value ⁽¹⁾	\$31,916	\$29,960	\$30,790	\$28,922	\$28,180
Number of units outstanding ⁽¹⁾	3,492	3,545	3,492	3,449	3,250
Management expense ratio	2.44%	2.43%	2.39%	2.40%	2.12%
Management expense ratio ^ before waivers or absorption (%) ⁽²⁾	2.445%	2.43%	2.39%	2.40%	2.12%
Trading expense ratio (%) ⁽³⁾	0.08%	0.03%	0.07%	0.06%	0.35%
Portfolio turnover rate (%) ⁽⁴⁾	26.59%	44.24%	46.46%	41.53%	70.30%
Net asset value per unit	\$9.14	\$8.45	\$8.82	\$8.39	\$8.67

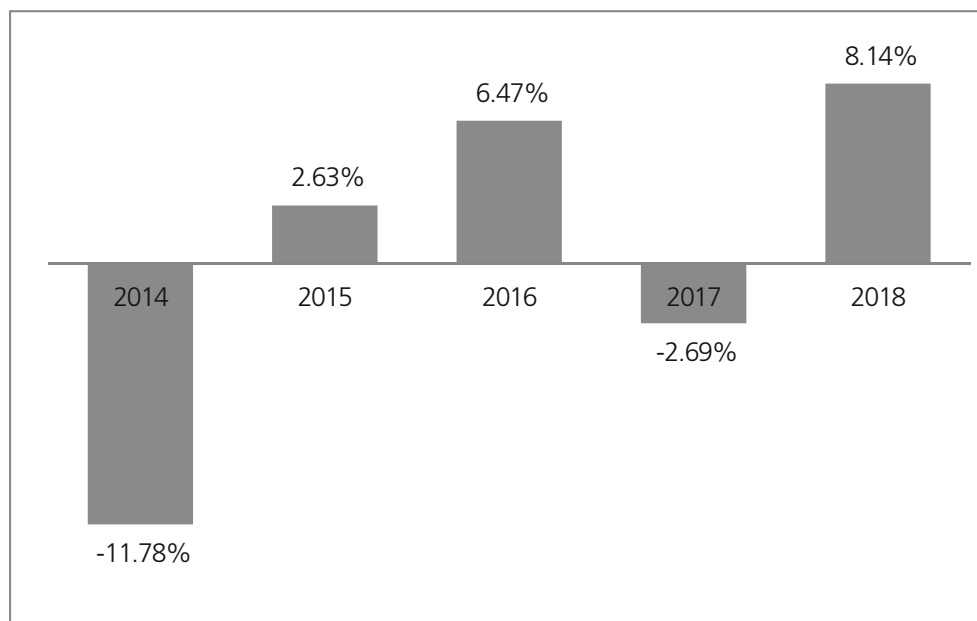
- * Class B units of the Fund were first offered by prospectus on March 18, 2013. Class B units were first issued on September 17, 2014. For explanatory notes, please refer to “Explanatory Notes to Financial Highlights” at the end of the section.
- ** Class F units of the Fund are offered by prospectus, but as at December 31, 2017, no units of either class had yet been issued to the public.

Past Performance

The following information takes into account all Class B management fees. The past performance indicated below assumes that all distributions made by the Fund in the periods shown were re-invested in additional units of the applicable class of the Fund. In addition, the past performance results shown below does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance. Finally, past performance does not necessarily indicate how the Fund will perform in the future.

Year-by-Year Returns

The bar chart below shows the Fund’s performance for Class B units in each of the years shown. It illustrates how the Fund’s performance has changed from year to year. In percentage terms, the bar chart shows how much an investment made at the beginning of the period has increased or decreased by the end of the period. The return shown for 2014 is for the period since inception on September 17, 2014. The return shown for 2018 is for the six-month period ending June 30, 2018.



Class A Units*

Financial Highlights

The following tables show selected key financial information about the Class A units of the Fund* and are intended to help you understand the Fund's financial performance for the past three years ended December 31. As no Class A units of the Fund were outstanding during the six-month period ended June 30, 2018, no financial information is available with respect to such units during such period.

The Fund's Net Assets per Unit	Dec. 31, 2017	Dec. 31, 2016	Dec. 31, 2015
Net assets - beginning of period⁽¹⁾	\$984,765	\$922,373	\$14
<i>Increase (decrease) from operations:</i>			
Total revenue	\$1,345	\$7,504	\$15,899
Total expenses	\$3,957	\$20,471	\$22,523
Realized gains (losses) for the period	\$3,462	(\$51,493)	\$75,519
Unrealized gains (losses) for the period	(\$45,771)	\$126,851	(\$187,473)
Total increase (decrease) from operations⁽²⁾	(\$44,920)	\$62,390	(\$118,579)
<i>Distributions:</i>			
From net realized gain on investments	\$0	\$10,966	\$45,047
From net investment income	\$0	\$0	\$662
Total Annual Distributions	\$0	\$10,966	\$45,709
Net assets - end of period	\$15	\$984,765	\$922,373
<i>Ratios and Supplemental Data</i>			
Total net asset value ⁽¹⁾	\$15	\$984,765	\$922,373
Number of units outstanding ⁽¹⁾	1	67,067	66,245
Management expense ratio	2.12%	2.10%	2.14%
Management expense ratio ^ before waivers or absorption (%) ⁽²⁾	2.12%	2.10%	2.14%
Trading expense ratio (%) ⁽³⁾	0.00%	0.07%	0.06%
Portfolio turnover rate (%) ⁽⁴⁾	0.00%	46.46%	41.53%
Net asset value per unit	\$13.90	\$14.68	\$13.92

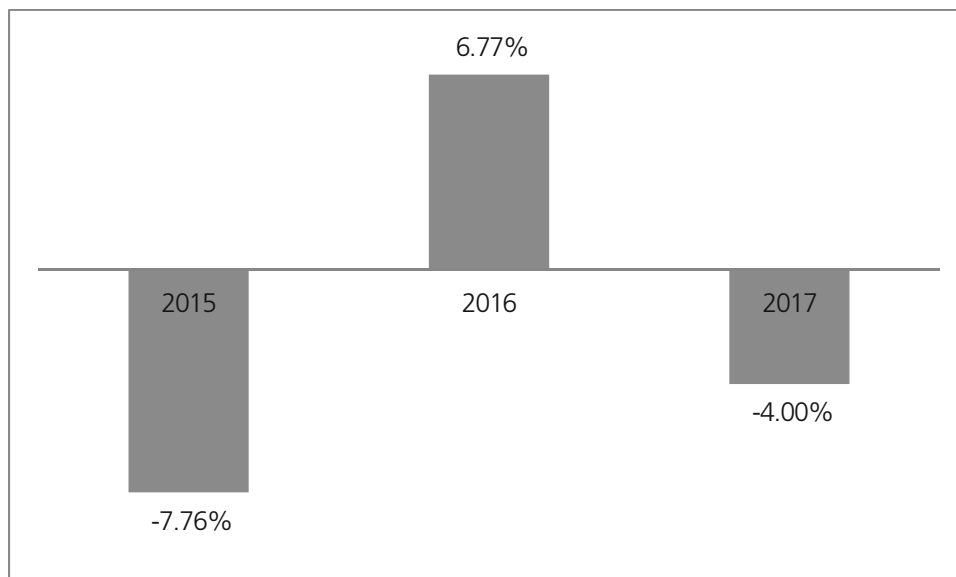
- * Class A units of the Fund were first offered by prospectus on March 18, 2013. Class A units were first issued on April 30, 2015. As no Class A units of the Fund were outstanding during the six-month period ended June 30, 2018, no financial information is available with respect to such units during such period. For explanatory notes, please refer to “Explanatory Notes to Financial Highlights” at the end of the section.

Past Performance

The following information takes into account all Class A management fees. The past performance indicated below assumes that all distributions made by the Fund in the periods shown were re-invested in additional units of the applicable class of the Fund. In addition, the past performance results shown below does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance. Finally, past performance does not necessarily indicate how the Fund will perform in the future.

Year-by-Year Returns (Updated Charts)

The bar chart below shows the Fund’s performance for Class A units in each of the years shown. It illustrates how the Fund’s performance has changed from year to year. In percentage terms, the bar chart shows how much an investment made at the beginning of the period has increased or decreased by the end of the period. The return shown for 2015 is for the period since inception on April 30, 2015. As no Class A units of the Fund were outstanding during the six-month period ended June 30, 2018, no financial information is available with respect to such units during such period.



Class N Units*

Financial Highlights

The following tables show selected key financial information about the Class N units of the Fund* and are intended to help you understand the Fund's financial performance for the six-months ended June 30, 2018 as well as the past five years ended December 31.

The Fund's Net Assets per Unit	Jun. 30, 2018**	Dec. 31, 2017**	Dec. 31, 2016**	Dec. 31, 2015**	Dec. 31, 2014**	Dec. 31, 2013**
Net assets - beginning of period⁽¹⁾	\$14,937,082	\$16,562,540	\$15,583,328	\$12,533,126	\$12,698,296	\$6,136,068
<i>Increase (decrease) from operations:</i>						
Total revenue	\$121,141	\$205,209	\$118,447	\$218,467	\$181,426	\$154,852
Total expenses	\$22,082	\$37,513	\$40,404	\$54,617	\$98,819	\$20,704
Realized gains (losses) for the period	\$715,463	\$59,325	(\$927,510)	\$1,133,299	\$1,240,523	\$722,543
Unrealized gains (losses) for the period	\$434,263	(\$334,980)	\$2,103,679	(\$778,289)	(\$95,209)	\$619,298
Total increase (decrease) from operations⁽²⁾	\$1,249,785	(\$107,959)	\$1,254,212	\$518,860	\$1,227,922	\$1,475,989
<i>Distributions:</i>						
From net realized gain on investments	\$0	\$0	\$172,704	\$955,794	\$944,011	\$735,994
From net investment income	\$109,386	\$166,370	\$57,632	\$177,505	\$129,012	\$148,653
Return of capital	\$0	\$197,974	\$0	\$0	\$0	\$0
Total Annual Distributions	\$109,386	\$364,344	\$230,336	\$1,133,299	\$1,073,023	\$884,647
Net assets - end of period	\$14,260,867	\$14,937,082	\$16,562,540	\$15,583,328	\$12,533,126	\$12,698,296
<i>Ratios and Supplemental Data</i>						
Total net asset value ⁽¹⁾	\$14,260,867	\$14,937,082	\$16,562,540	\$15,583,328	\$12,533,126	\$12,698,296
Number of units outstanding ⁽¹⁾	1,105,255	1,255,999	1,354,595	1,365,420	1,074,882	1,086,252
Management expense ratio	0.18%	0.17%	0.13%	0.15%	0.19%	0.22%
Management expense ratio before waivers or absorption (%) ⁽²⁾	0.18%	0.17%	0.13%	0.15%	0.19%	0.22%
Trading expense ratio (%) ⁽³⁾	0.08%	0.03%	0.07%	0.06%	0.35%	0.41%
Portfolio turnover rate (%) ⁽⁴⁾	26.59%	44.24%	46.46%	41.53%	70.30%	59.50%
Net asset value per unit	\$12.90	\$11.89	\$12.23	\$11.41	\$11.66	\$11.69

- * Class N units of the Fund may only be purchased by another Davis-Rea Mutual Fund. For explanatory notes, please refer to “Explanatory Notes to Financial Highlights” at the end of the section.
- ** Financial Highlights for the first half of 2018, and for the years 2017, 2016, 2015, and 2014 have been prepared under IFRS standards. Prior years were prepared under Canadian GAAP standards. Previously under Canadian GAAP, the Fund measured the values of its investments in accordance with Section 3855, Financial Instruments – Recognition and Measurement. As a result of the adoption of IFRS on January 1, 2014, an adjustment was recognized to increase the carrying value of the Fund’s investments by \$12,027 as at January 1, 2013.

Explanatory Notes to Financial Highlights

Net assets per unit:

- (1) This information is derived from the Fund’s unaudited semi-annual financial statements and audited annual financial statements. In the period the Fund or a class of units of the Fund is established, the financial information is provided from the date of inception to the end of the period.
- (2) Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) in net assets from operations is based on the weighted average number of units outstanding over the fiscal period. This table is not intended to be a reconciliation of opening and closing net assets per unit.

Ratios and Supplemental Data:

- (1) This information is provided at the end of the period shown.
- (2) Management expense ratio is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.
- (3) The trading expense ratio represents the total commissions and other portfolio transaction costs expressed as an annualized percentage of net asset value during the period.

- (4) The Fund's portfolio turnover rate indicates how actively the Fund's investments are traded. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all its investments once in the course of the relevant period. There is not necessarily a relationship between a high turnover rate and the performance of the Fund.

Summary of Investment Portfolio

Davis Rea Equity Fund- as at June 30, 2018

	% of NAV
Canadian Equities	
Energy	
AltaGas Ltd., Subscription Receipts	5.58%
Gear Energy Ltd.	12.45%
Kelt Exploration Ltd.	8.61%
Keyera Corp.	3.25%
Vermilion Energy Inc.	5.94%
	35.83%
Health Care	
CannTrust Holdings Inc.	1.53%
	1.53%
Real Estate	
Automotive Properties REIT	1.52%
	1.52%
Utilities	
Brookfield Infrastructure Partners L.P.	5.37%
	5.37%
Total Canadian Equities	44.24%
Canadian Bonds	
Dollarama Inc., 3.095%, 2018/11/05	1.38%
Sobeys Inc., 3.520%, 2018/08/08	2.37%
Wells Fargo Financial Canada Corp., 2.780%, 2018/1/15	1.09%
Total Canadian Bonds	4.84%
Foreign Equities	
Consumer Discretionary	
Amazon.com Inc.	3.11%
Aptiv PLC	1.15%
Booking Holdings Inc.	1.97%
McDonald's Corp.	1.97%
Walt Disney Co. (The)	1.92%
	10.13%
Financials	
Goldman Sachs Group Inc. (The)	3.33%
JPMorgan Chase & Co.	3.08%
PNC Financial Services Group Inc.	1.82%
Wells Fargo & Co.	1.02%
	9.26%
Health Care	
Stryker Corp.	4.00%
	4.00%
Industrials	
Stanley Black & Decker Inc.	3.36%
	3.36%
Information Technology	
Accenture PLC, Class 'A'	2.17%
Activision Blizzard Inc.	2.01%
Alphabet Inc., Class 'A'	2.43%
Apple Inc.	2.13%
Facebook Inc., Class 'A'	2.45%
	11.19%
Total Foreign Equities	37.93%

Foreign Bonds	
KeyCorp., Callable, 2.300%, 2018/12/13	1.94%
Molson Coors International L.P., Series '1', 2.250%, 2018/09/18	1.74%
Total Foreign Bonds	3.68%
<hr/>	
Total Cost and Fair Value of Investments	90.70%
Transaction Cost Included in Average Cost	0.00%
Total Investments	90.70%
Total Foreign Currency Forwards (Schedule 1)	-1.08%
Other Assets and Liabilities, Net	10.38%
Net Assets Attributable to Holders of Redeemable Units	100.00%

The Fund's summary of investment portfolio set out above will change due to ongoing portfolio transactions. A quarterly update is available on request.

DAVIS-REA EQUITY FUND

Davis-Rea Ltd.
79 Wellington Street West
Suite 3535, P.O. Box 239
Toronto, Ontario
M5K 1J3

Tel: (416) 324-2200 / (877) 391-9929

Fax: (416) 324-2201

E-Mail: info@davisrea.com

The forward-looking information, opinions, estimates and projections contained herein are solely those of Davis-Rea Ltd. ("**Davis-Rea**"), and are subject to change without notice. Davis-Rea makes every effort to ensure that the information has been derived from sources believed to be reliable and accurate. However, Davis-Rea assumes no responsibility for any losses or damages, whether direct or indirect, that arise out of the use of this information.

The information should not be regarded by recipients as a substitute for the exercise of their own judgment. Commissions, trailing commissions, management fees and expenses may all be associated with an investment in the Davis-Rea Mutual Funds. Please read the prospectus before investing. The Davis-Rea Mutual Funds are not guaranteed, their units fluctuate in value and past performance may not be repeated.