



Annual Financial Statements

December 31, 2016

Independent auditors' report

To the Unitholders of
Genus Capital Management Strategic Diversified Portfolio Service:

Genus Government Bond Fund
Genus Short-Term Corporate Bond Fund
Genus Dividend Equity Fund
Genus Fossil Free Corporate Bond Fund
Genus Fossil Free Dividend Equity Fund
Genus Fossil Free CanGlobe Equity Fund
Genus Fossil Free High Impact Equity Fund

[collectively, the "Funds"]

We have audited the accompanying financial statements of the Funds, which comprise the statements of financial position as at December 31, 2016 and 2015, and the statements of comprehensive income, changes in net assets attributable to holders of redeemable units and cash flows for the years then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these 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.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Funds as at December 31, 2016 and 2015, and their financial performance and their cash flows for the years then ended, in accordance with International Financial Reporting Standards.

Vancouver, Canada
July 21, 2017

Ernst & Young LLP

Chartered Professional Accountants



Genus Government Bond Fund

(Formerly Genus Government Bond Component)

Statements of Financial Position

As at December 31, 2016 and 2015	December 31 2016	December 31 2015
Assets		
Current assets		
Cash	\$ 489,917	\$ 285,554
Short-term investments	114,844	659,344
Financial assets at fair value through profit or loss	33,204,502	57,895,903
Accrued interest	130,161	225,669
Due from broker	521,615	1,861,451
Unrealized appreciation on currency forward contracts	20,685	1,317
Subscriptions receivable from unitholders	262,497	5,984,000
Total assets	34,744,221	66,913,238
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	19,748	20,232
Due to broker	1,293,657	1,853,550
Unrealized depreciation on currency forward contracts	31,336	1,740
Distributions payable to unitholders	5,103	1,123,850
Redemptions payable to unitholders	-	14,618
Total liabilities (excluding net assets attributable to holders of redeemable units)	1,349,844	3,013,990
Net assets attributable to holders of redeemable units	\$ 33,394,377	\$ 63,899,248
Redeemable units outstanding (note 5)	290,939	539,339
Net assets attributable to holders of redeemable units per unit	\$ 114.78	\$ 118.48

On behalf of the Board of Genus Capital Management Inc.:

(signed) "Leslie G. Cliff"

Leslie G. Cliff
Director

(signed) "Wayne W. Wachell"

Wayne W. Wachell
Director

Statements of Comprehensive Income

For the years ended December 31	2016	2015
Income		
Interest income for distribution purposes	\$ 1,015,712	\$ 1,336,408
Foreign exchange gain (loss) on cash	(67)	1,835
Other changes in fair value on financial assets and liabilities at fair value through profit or loss		
Net realized gain on sale of investments	715,089	1,104,071
Net realized gain (loss) on currency forward contracts	23,344	(314,781)
Net change in unrealized loss on investments and currency forward contracts	(725,546)	(105,329)
Total income	1,028,532	2,022,204
Expenses		
Trustee fees	6,087	6,148
Legal fees	2,695	2,679
Custodial fees	4,127	4,135
Unitholder reporting costs	34,483	28,822
Other administrative expenses	53,610	55,119
Interest expense	920	1,604
Total operating expenses	101,922	98,507
Operating profit	926,610	1,923,697
Increase in net assets attributable to holders of redeemable units from operations	\$ 926,610	\$ 1,923,697
Weighted average number of units during the year	364,493	430,679
Increase in net assets attributable to holders of redeemable units from operations per unit	\$ 2.54	\$ 4.47

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31	2016	2015
Net assets attributable to holders of redeemable units at beginning of year	\$ 63,899,248	\$ 41,352,064
Increase in net assets attributable to holders of redeemable units from operations	926,610	1,923,697
Distributions to holders of redeemable units		
Net investment income	(950,877)	(1,235,533)
Capital gains	(725,683)	(773,041)
Total distributions to holders of redeemable units	(1,676,560)	(2,008,574)
Redeemable unit transactions		
Issuance of redeemable units	10,413,581	38,271,461
Reinvestment of redeemable units	2,148,604	840,529
Redemption of redeemable units	(42,317,106)	(16,479,929)
Net increase (decrease) from redeemable unit transactions	(29,754,921)	22,632,061
Net increase (decrease) in net assets attributable to holders of redeemable units	(30,504,871)	22,547,184
Net assets attributable to holders of redeemable units at end of year	\$ 33,394,377	\$ 63,899,248

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

Genus Government Bond Fund

(Formerly Genus Government Bond Component)

Statements of Cash Flows

For the years ended December 31	2016	2015
Cash flows from operating activities		
Proceeds from sale of investments	\$ 132,362,357	\$ 147,687,026
Proceeds from short-term notes	4,466,733	8,737,952
Purchase of investments	(106,891,242)	(163,300,211)
Purchase of short-term notes	(3,920,844)	(9,214,315)
Interest received, excluding gain on short-term notes and amortization of bonds	1,109,831	1,289,333
Interest paid	(920)	(1,604)
Operating expenses paid	(101,486)	(94,373)
Net proceeds (payments) from derivative settlements	23,344	(314,781)
Net cash from (used in) operating activities	27,047,773	(15,210,973)
Cash flows from financing activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(646,703)	(287,962)
Cash received from redeemable units issued	16,135,084	32,437,261
Amounts paid for redeemable units redeemed	(42,331,724)	(16,683,963)
Net cash from (used in) financing activities	(26,843,343)	15,465,336
Foreign exchange gain (loss) on cash	(67)	1,835
Net increase in cash	204,363	256,198
Cash at beginning of year	\$ 285,554	\$ 29,356
Cash at end of year	\$ 489,917	\$ 285,554

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

GENUS GOVERNMENT BOND FUND
(Formerly Genus Government Bond Component)
Schedule of Investment Portfolio

As at December 31, 2016

Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost (\$)	Fair Value (\$)	% of Total Portfolio
Canadian Fixed Income						
Federal Bonds						
2,265,000	Canada Housing Trust No. 1	1.750%	06-15-2018	2,303,175	2,296,875	6.9
1,185,000	Canada Housing Trust No. 1	1.250%	06-15-2021	1,195,902	1,175,105	3.5
80,000	Government of Canada	0.500%	11-01-2018	79,618	79,646	0.2
530,000	Government of Canada	0.750%	09-01-2021	521,229	521,298	1.6
1,375,000	Government of Canada	1.500%	06-01-2026	1,364,962	1,349,288	4.0
195,000	Government of Canada	1.309%	12-01-2047	207,399	247,628	0.7
650,000	Government of Canada	2.750%	12-01-2048	711,625	714,225	2.1
				6,383,910	6,384,065	19.1
Provincial Bonds						
620,000	Province of Alberta	1.350%	09-01-2021	619,603	611,666	1.8
1,000,000	Province of Alberta	2.350%	06-01-2025	999,709	994,025	3.0
220,000	Province of British Columbia	6.350%	06-18-2031	294,307	308,725	0.9
695,000	Province of Ontario	1.750%	10-09-2018	700,442	704,414	2.1
300,000	Province of Ontario	4.200%	06-02-2020	327,780	327,767	1.0
985,000	Province of Ontario	4.000%	06-02-2021	1,099,469	1,084,571	3.3
1,415,000	Province of Ontario	3.150%	06-02-2022	1,491,079	1,509,798	4.5
535,000	Province of Ontario	1.950%	01-27-2023	533,887	534,116	1.6
2,330,000	Province of Ontario	2.850%	06-02-2023	2,450,190	2,441,405	7.3
295,000	Province of Ontario	2.750%	09-01-2025	300,864	302,783	0.9
815,000	Province of Ontario	6.500%	03-08-2029	1,130,755	1,121,969	3.4
425,000	Province of Ontario	5.850%	03-08-2033	561,092	573,989	1.7
815,000	Province of Ontario	2.800%	06-02-2048	800,437	750,443	2.3
580,000	Province of Quebec	4.500%	12-01-2019	650,628	633,293	1.9
475,000	Province of Quebec	6.250%	06-01-2032	627,063	659,907	2.0
375,000	Province of Quebec	5.750%	12-01-2036	474,825	513,617	1.5
115,000	Province of Quebec	3.500%	12-01-2048	125,527	121,178	0.4
385,000	Province of Saskatchewan	3.300%	06-02-2048	383,949	383,485	1.2
				13,571,606	13,577,151	40.8
Municipal Bonds						
1,000,000	City of Montreal	3.500%	09-01-2024	1,026,242	1,063,063	3.2
1,150,000	City of Montreal	3.000%	09-01-2025	1,157,199	1,172,704	3.5
335,000	City of Toronto	2.400%	06-24-2026	334,705	324,209	1.0
685,000	Municipal Finance Authority of British Columbia	1.650%	04-19-2021	683,931	682,205	2.0
735,000	Municipal Finance Authority of British Columbia	2.950%	10-14-2024	772,663	759,519	2.3
				3,974,740	4,001,700	12.0
Corporate Bonds						
1,000,000	CPPIB Capital Inc.	1.000%	01-15-2019	1,000,000	998,154	3.0
455,000	OPB Finance Trust	1.880%	02-24-2022	448,953	451,912	1.4
265,000	OPB Finance Trust	3.890%	07-04-2042	257,102	272,623	0.8
400,000	PSP Capital Inc.	1.340%	08-18-2021	399,884	393,776	1.2
325,000	PSP Capital Inc.	2.090%	11-22-2023	324,958	322,516	1.0
				2,430,897	2,438,981	7.4

GENUS GOVERNMENT BOND FUND
(Formerly Genus Government Bond Component)
Schedule of Investment Portfolio

As at December 31, 2016

Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost (\$)	Fair Value (\$)	% of Total Portfolio
Mortgage-Backed Securities						
580,000	Canadian Mortgage Pools	1.850%	12-01-2017	286,675	286,044	0.9
425,000	Canadian Mortgage Pools	1.600%	03-01-2019	321,279	324,059	1.0
2,105,000	Canadian Mortgage Pools	1.386%	09-01-2020	1,899,898	1,911,787	5.7
1,980,000	Canadian Mortgage Pools	1.400%	05-01-2021	1,907,408	1,889,544	5.7
450,000	Canadian Mortgage Pools	1.450%	12-01-2021	445,397	445,397	1.3
				4,860,657	4,856,831	14.6
Total Canadian Fixed Income				31,221,810	31,258,728	93.9
U.S. Fixed Income						
800,000	United States Treasury Note	2.000%	11-15-2026	1,059,107	1,032,384	3.1
810,000	United States Treasury Note	2.250%	08-15-2046	1,000,738	913,390	2.7
				2,059,845	1,945,774	5.8
Total Fixed Income				33,281,655	33,204,502	99.7
Short Term - Canada						
115,000	Canadian Treasury Bill	0.473%	04-06-2017	114,844	114,844	0.3
				114,844	114,844	0.3
Total Investments				33,396,499	33,319,346	100.0
Forward Contracts - Canada						
(2,251,000)	US Dollars Forward with CAD Jan-12-2017			-	(31,337)	
771,500	US Dollars Forward with CAD Jan-12-2017			-	20,682	
37,000	US Dollars Forward with CAD Jan-12-2017			-	4	
				-	(10,651)	

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

Genus Short-Term Corporate Bond Fund

(Formerly Genus Short-Term Corporate Bond Component)

Statements of Financial Position

As at December 31, 2016 and 2015	December 31 2016	December 31 2015
Assets		
Current assets		
Cash	\$ 520,852	\$ 278,178
Short-term investments	234,358	814,752
Financial assets at fair value through profit or loss	31,398,731	65,397,375
Accrued interest	273,127	483,716
Subscriptions receivable from unitholders	150,000	-
Total assets	32,577,068	66,974,021
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	21,288	19,239
Due to broker	309,608	-
Distributions payable to unitholders	-	577,097
Redemptions payable to unitholders	25,000	54,200
Total liabilities (excluding net assets attributable to holders of redeemable units)	355,896	650,536
Net assets attributable to holders of redeemable units	\$ 32,221,172	\$ 66,323,485
Redeemable units outstanding (note 5)	389,415	790,561
Net assets attributable to holders of redeemable units per unit	\$ 82.74	\$ 83.89

On behalf of the Board of Genus Capital Management Inc.:

(signed) "Leslie G. Cliff"

Leslie G. Cliff

Director

(signed) "Wayne W. Wachell"

Wayne W. Wachell

Director

Statements of Comprehensive Income

For the years ended December 31	2016	2015
Income		
Interest income for distribution purposes	\$ 1,219,016	\$ 1,964,792
Foreign exchange gain (loss) on cash	(291)	776
Other changes in fair value on financial assets and liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	(394,992)	158,816
Net change in unrealized loss on investments	(9,298)	(632,751)
Total income	814,435	1,491,633
Expenses		
Trustee fees	5,960	6,344
Legal fees	2,277	3,048
Custodial fees	4,128	4,134
Unitholder reporting costs	23,113	26,406
Other administrative expenses	50,079	51,648
Interest expense	361	167
Total operating expenses	85,918	91,747
Operating profit	728,517	1,399,886
Increase in net assets attributable to holders of redeemable units from operations	\$ 728,517	\$ 1,399,886
Weighted average number of units during the year	444,408	677,905
Increase in net assets attributable to holders of redeemable units from operations per unit	\$ 1.64	\$ 2.07

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31	2016	2015
Net assets attributable to holders of redeemable units at beginning of year	\$ 66,323,485	\$ 51,868,808
Increase in net assets attributable to holders of redeemable units from operations	728,517	1,399,886
Distributions to holders of redeemable units		
Net investment income	(1,191,827)	(1,855,158)
Total distributions to holders of redeemable units	(1,191,827)	(1,855,158)
Redeemable unit transactions		
Issuance of redeemable units	17,938,848	45,084,340
Reinvestment of redeemable units	968,043	919,049
Redemption of redeemable units	(52,545,894)	(31,093,440)
Net increase (decrease) from redeemable unit transactions	(33,639,003)	14,909,949
Net increase (decrease) in net assets attributable to holders of redeemable units	(34,102,313)	14,454,677
Net assets attributable to holders of redeemable units at end of year	\$ 32,221,172	\$ 66,323,485

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

Genus Short-Term Corporate Bond Fund

(Formerly Genus Short-Term Corporate Bond Component)

Statements of Cash Flows

For the years ended December 31	2016	2015
Cash flows from operating activities		
Proceeds from sale of investments	\$ 61,614,676	\$ 72,340,021
Proceeds from short-term notes	19,017,184	10,102,161
Purchase of investments	(27,710,713)	(86,228,278)
Purchase of short-term notes	(18,434,394)	(10,239,200)
Interest received, excluding gain on short-term notes	1,427,208	1,835,112
Interest paid	(361)	(167)
Operating expenses paid	(83,508)	(92,713)
Net cash from (used in) operating activities	35,830,092	(12,283,064)
Cash flows from financing activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(800,881)	(816,382)
Cash received from redeemable units issued	17,788,848	45,160,840
Amounts paid for redeemable units redeemed	(52,575,094)	(31,794,645)
Net cash from (used in) financing activities	(35,587,127)	12,549,813
Foreign exchange gain (loss) on cash	(291)	776
Net increase in cash	242,674	267,525
Cash at beginning of year	\$ 278,178	\$ 10,653
Cash at end of year	\$ 520,852	\$ 278,178

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

GENUS SHORT-TERM CORPORATE BOND FUND

(Formerly Genus Short-Term Corporate Bond Component)

Schedule of Investment Portfolio

As at December 31, 2016

Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost (\$)	Fair Value (\$)	% of Total Portfolio
Canadian Fixed Income						
Corporate Bonds						
1,200,000	Bank of Montreal	1.610%	10-28-2021	1,187,119	1,177,684	3.7
425,000	Bank of Montreal	3.340%	12-08-2025	425,281	433,021	1.4
505,000	Bank of Nova Scotia	2.130%	06-15-2020	509,753	511,347	1.6
1,000,000	Bank of Nova Scotia	1.900%	12-02-2021	999,720	992,824	3.1
200,000	Bank of Nova Scotia	2.898%	08-03-2022	201,802	201,663	0.6
200,000	Bell Canada	2.000%	10-01-2021	199,608	197,859	0.6
485,000	Bell Canada	4.700%	09-11-2023	520,199	540,597	1.7
700,000	BMO Subordinated Notes Trust	5.750%	09-26-2022	722,862	721,426	2.3
200,000	BMW Canada Inc.	1.780%	10-19-2020	199,938	199,307	0.6
713,539	BP LP	3.244%	01-09-2020	722,652	728,288	2.3
535,000	Brookfield Asset Management Inc.	3.950%	04-09-2019	567,742	557,273	1.8
270,000	Brookfield Renewable Energy Partners ULC	5.250%	11-05-2018	292,213	286,331	0.9
155,000	Bruce Power LP	2.844%	06-23-2021	155,000	157,532	0.5
795,000	Caisse Centrale Desjardins	1.748%	03-02-2020	792,735	795,809	2.5
610,000	Canadian Credit Card Trust II	1.829%	03-24-2020	610,323	611,311	1.9
1,055,000	Canadian Imperial Bank of Commerce	1.700%	10-09-2018	1,062,723	1,061,148	3.4
150,000	Canadian Imperial Bank of Commerce	1.640%	07-12-2021	149,936	147,877	0.5
860,000	Canadian Imperial Bank of Commerce	3.000%	10-28-2024	878,258	867,708	2.7
200,000	Canadian Natural Resources Ltd.	2.890%	08-14-2020	203,599	202,665	0.6
285,000	Capital Desjardins Inc.	5.187%	05-05-2020	322,341	312,641	1.0
405,000	Choice Properties LP	3.000%	09-20-2019	412,115	415,809	1.3
100,000	CI Financial Corp.	2.775%	11-25-2021	100,000	100,093	0.3
295,000	Cominar Real Estate Investment Trust	4.941%	07-27-2020	311,638	311,996	1.0
125,000	CT Real Estate Investment Trust	3.289%	06-01-2026	125,718	121,468	0.4
100,000	Daimler Canada Finance Inc.	1.800%	12-16-2019	99,994	100,036	0.3
550,000	Enbridge Inc.	4.770%	09-02-2019	590,828	592,056	1.9
130,000	Enbridge Income Fund	3.950%	11-19-2024	130,542	137,315	0.4
60,000	First Capital Realty Inc.	3.950%	12-05-2022	64,280	63,354	0.2
400,000	Ford Credit Canada Ltd.	3.320%	12-19-2017	407,424	406,790	1.3
240,000	Ford Credit Canada Ltd.	3.140%	06-14-2019	244,203	245,925	0.8
210,000	Ford Credit Canada Ltd.	2.580%	05-10-2021	210,000	208,557	0.7
100,000	Fortis Inc.	2.850%	12-12-2023	99,981	100,241	0.3
370,000	Gaz Metro Inc.	1.520%	05-25-2020	369,871	368,465	1.2
140,000	Genesis Trust II	1.675%	09-17-2018	140,000	140,773	0.4
105,000	Genworth MI Canada Inc.	5.680%	06-15-2020	118,558	113,422	0.4
170,000	Granite REIT Holdings LP	3.788%	07-05-2021	174,196	174,437	0.6
965,000	Great-West Lifeco Finance Delaware LP	5.691%	06-21-2067	1,041,135	958,067	2.9
140,000	Great-West Lifeco Finance Delaware LP II	7.127%	06-26-2068	166,441	149,950	0.5
200,000	Home Trust Co.	2.280%	03-06-2018	199,714	199,522	0.6
100,000	HSBC Bank Canada	2.078%	11-26-2018	100,880	101,021	0.3
770,000	Hydro One Inc.	2.780%	10-09-2018	793,083	789,691	2.4
45,000	Hydro One Inc.	1.480%	11-18-2019	44,999	45,053	0.1
700,000	Hydro One Inc.	1.840%	02-24-2021	703,067	702,684	2.2
95,000	Industrial Alliance Insurance & Financial Services Inc.	2.640%	02-23-2027	94,684	94,438	0.3
50,000	Industrial Alliance Insurance & Financial Services Inc.	3.300%	09-15-2028	49,988	50,515	0.2
665,000	John Deere Canada Funding Inc.	1.600%	07-13-2020	664,129	659,773	2.1
90,000	Leisureworld Senior Care LP	3.474%	02-03-2021	90,000	94,451	0.3
230,000	Lower Mattagami Energy LP	2.228%	10-23-2017	230,157	232,108	0.7
1,655,000	Manulife Financial Capital Trust II	7.405%	12-31-2108	2,008,606	1,884,217	5.9
206,629	Melancthon Wolfe Wind LP	3.834%	12-31-2028	206,654	210,936	0.7
605,000	National Bank of Canada	3.261%	04-11-2022	617,113	607,928	1.9
200,000	Nissan Canada Financial Services Inc.	1.584%	10-07-2019	200,000	199,183	0.6
345,000	OMERS Realty Corp.	1.823%	05-09-2022	345,000	338,447	1.1
100,000	Pembina Pipeline Corp.	3.770%	10-24-2022	103,940	104,961	0.3
220,000	Reliance LP	3.813%	09-15-2020	218,649	221,268	0.7
65,000	Reliance LP	4.075%	08-02-2021	64,753	65,398	0.2
405,000	Rogers Communications Inc.	5.380%	11-04-2019	449,802	445,327	1.4
440,000	Royal Bank of Canada	1.400%	04-26-2019	440,443	440,098	1.4

GENUS SHORT-TERM CORPORATE BOND FUND

(Formerly Genus Short-Term Corporate Bond Component)

Schedule of Investment Portfolio

As at December 31, 2016

Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost (\$)	Fair Value (\$)	% of Total Portfolio
490,000	Royal Bank of Canada	1.920%	07-17-2020	489,079	492,321	1.6
860,000	Royal Bank of Canada	1.650%	07-15-2021	860,801	847,176	2.7
355,000	Royal Bank of Canada	2.480%	06-04-2025	350,412	351,554	1.1
350,000	Royal Bank of Canada	3.310%	01-20-2026	349,857	355,243	1.1
420,000	Royal Bank of Canada	3.450%	09-29-2026	421,707	428,054	1.4
270,000	Saputo Inc.	2.196%	06-23-2021	270,000	270,108	0.9
100,000	Shaw Communications Inc.	5.650%	10-01-2019	108,978	109,116	0.3
45,000	Shaw Communications Inc.	5.500%	12-07-2020	50,532	49,956	0.2
200,000	Sun Life Capital Trust II	5.863%	12-31-2108	224,854	219,117	0.7
50,000	Sun Life Financial Inc.	3.050%	09-19-2028	49,928	50,034	0.2
480,000	TD Capital Trust III	7.243%	12-31-2049	585,408	530,099	1.7
130,000	TELUS Corp.	5.050%	07-23-2020	145,340	143,454	0.5
240,000	TELUS Corp.	2.350%	03-28-2022	238,771	238,660	0.8
175,000	The Empire Life Insurance Co.	2.870%	05-31-2023	176,367	175,283	0.6
1,000,000	Toronto-Dominion Bank	2.433%	08-15-2017	1,008,628	1,008,573	3.2
850,000	Toronto-Dominion Bank	2.045%	03-08-2021	862,635	855,004	2.7
355,000	Toronto-Dominion Bank	2.982%	09-30-2025	354,065	357,479	1.1
115,000	Union Gas Ltd.	5.350%	04-27-2018	127,259	120,893	0.4
300,000	Union Gas Ltd.	2.760%	06-02-2021	315,051	310,699	1.0
410,000	Veresen Inc.	3.060%	06-13-2019	409,832	414,757	1.3
263,242	West Edmonton Mall Property Inc.	4.056%	02-13-2024	274,965	271,646	0.9
295,000	WestJet Airlines Ltd.	3.287%	07-23-2019	298,500	300,830	1.0
405,000	WTH Car Rental ULC	1.912%	07-20-2020	403,275	396,689	1.3
				31,532,633	31,196,829	98.7
Total Canadian Fixed Income				31,532,633	31,196,829	98.70
Foreign Fixed Income						
200,000	Molson Coors International LP	2.250%	09-18-2018	199,954	201,902	0.6
				199,954	201,902	0.6
Short Term - Canada						
235,000	Province of Ontario	0.649%	05-31-2017	234,358	234,358	0.7
				234,358	234,358	0.7
Total Investments				31,966,945	31,633,089	100.0

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

Genus Dividend Equity Fund

(Formerly Genus Dividend Equity Component)

Statements of Financial Position

As at December 31, 2016 and 2015	December 31 2016	December 31 2015
Assets		
Current assets		
Cash	\$ 3,493,794	\$ 11,539,375
Short-term investments	2,998,830	-
Financial assets at fair value through profit or loss	208,291,933	205,654,750
Accrued interest	361	-
Dividends receivable	984,882	774,267
Due from broker	-	2,543,659
Margins deposited on futures contracts	749,787	1,070,810
Unrealized gain on futures contracts	266,058	44,738
Subscriptions receivable from unitholders	90,000	6,965
Total assets	216,875,645	221,634,564
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	42,642	36,744
Distributions payable to unitholders	656	19,009,835
Redemptions payable to unitholders	10,000	100,050
Due to broker	806,237	-
Unrealized loss on futures contracts	1,810	45,330
Total liabilities (excluding net assets attributable to holders of redeemable units)	861,345	19,191,959
Net assets attributable to holders of redeemable units	\$ 216,014,300	\$ 202,442,605
Redeemable units outstanding (note 5)	1,535,036	1,546,086
Net assets attributable to holders of redeemable units per unit	\$ 140.72	\$ 130.94

On behalf of the Board of Genus Capital Management Inc.:

(signed) "Leslie G. Cliff"

Leslie G. Cliff
Director

(signed) "Wayne W. Wachell"

Wayne W. Wachell
Director

Statements of Comprehensive Income

For the years ended December 31	2016	2015
Income		
Interest income for distribution purposes	\$ 415,161	\$ 347,620
Dividend income	7,925,874	7,966,516
Foreign exchange gain (loss) on cash	(335,894)	1,509,142
Other changes in fair value on financial assets and liabilities at fair value through profit or loss		
Net realized gain on sale of investments	5,909,383	18,590,678
Net realized gain on futures contracts	386,936	742,764
Net change in unrealized gain (loss) on investments and futures contracts	9,438,282	(10,742,758)
Total income	23,739,742	18,413,962
Expenses		
Trustee fees	9,650	9,902
Legal fees	12,048	11,357
Custodial fees	21,641	21,852
Unitholder reporting costs	34,252	32,507
Other administrative expenses	112,258	104,745
Interest expense	6,339	2,641
Transaction costs	831,538	1,082,396
Total operating expenses	1,027,726	1,265,400
Operating profit	22,712,016	17,148,562
Withholding taxes	(701,050)	(693,666)
Increase in net assets attributable to holders of redeemable units from operations	\$ 22,010,966	\$ 16,454,896
Weighted average number of units during the year	1,551,081	1,550,194
Increase in net assets attributable to holders of redeemable units from operations per unit	\$ 14.19	\$ 10.61

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31	2016	2015
Net assets attributable to holders of redeemable units at beginning of year	\$ 202,442,605	\$ 192,891,274
Increase in net assets attributable to holders of redeemable units from operations	22,010,966	16,454,896
Distributions to holders of redeemable units		
Net investment income	(6,832,532)	(7,835,488)
Capital gains	-	(17,052,670)
Total distributions to holders of redeemable units	(6,832,532)	(24,888,158)
Redeemable unit transactions		
Issuance of redeemable units	46,098,106	40,225,648
Reinvestment of redeemable units	11,381,665	7,852,158
Redemption of redeemable units	(59,086,510)	(30,093,213)
Net increase (decrease) from redeemable unit transactions	(1,606,739)	17,984,593
Net increase in net assets attributable to holders of redeemable units	13,571,695	9,551,331
Net assets attributable to holders of redeemable units at end of year	\$ 216,014,300	\$ 202,442,605

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

Genus Dividend Equity Fund

(Formerly Genus Dividend Equity Component)

Statements of Cash Flows

For the years ended December 31	2016	2015
Cash flows from operating activities		
Proceeds from sale of investments	\$ 303,529,283	\$ 290,327,849
Proceeds from short-term notes	45,161,467	93,465,226
Purchase of investments	(288,565,282)	(291,943,646)
Purchase of short-term notes	(48,144,460)	(93,434,492)
Dividends received, net of withholding taxes	7,014,209	7,174,655
Interest received, excluding gain on short-term notes	398,962	316,886
Interest paid	(6,339)	(2,641)
Operating expenses paid	(183,951)	(187,470)
Net proceeds (payments) from derivative settlements	707,959	-
Net cash from operating activities	19,911,848	5,716,367
Cash flows from financing activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(14,460,046)	(11,431,339)
Cash received from redeemable units issued	46,015,071	41,033,814
Amounts paid for redeemable units redeemed	(59,176,560)	(32,011,343)
Net cash used in financing activities	(27,621,535)	(2,408,868)
Foreign exchange gain (loss) on cash	(335,894)	1,509,142
Net increase (decrease) in cash	(8,045,581)	4,816,641
Cash at beginning of year	\$ 11,539,375	\$ 6,722,734
Cash at end of year	\$ 3,493,794	\$ 11,539,375

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

GENUS DIVIDEND EQUITY FUND
(Formerly Genus Dividend Equity Component)
Schedule of Investment Portfolio

As at December 31, 2016

Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost (\$)	Fair Value (\$)	% of Total Portfolio
Equities						
Energy						
13,600	Chevron Corp.			2,153,206	2,146,658	1.0
29,500	Exxon Mobil Corp.			3,069,946	3,570,794	1.7
96,400	TransCanada Corp.			4,261,636	5,836,056	2.8
48,600	Valero Energy Corp.			3,705,184	4,452,784	2.1
				13,189,972	16,006,292	7.6
Materials						
47,100	Evonik Industries AG			1,939,343	1,890,742	0.9
269,000	Fletcher Building Ltd.			2,292,683	2,666,405	1.3
61,400	International Paper Co.			3,754,692	4,369,011	2.0
50,200	UPM-Kymmene OYJ			1,378,695	1,657,309	0.8
				9,365,413	10,583,467	5.0
Industrials						
228,600	Abertis Infraestructuras SA			4,333,443	4,298,962	2.0
18,200	Boeing Co.			3,841,898	3,799,721	1.8
11,700	Lockheed Martin Corp.			3,833,260	3,921,653	1.9
				12,008,601	12,020,336	5.7
Consumer Discretionary						
35,800	Darden Restaurants Inc.			2,735,114	3,491,278	1.7
101,600	Eutelsat Communications SA			2,697,570	2,643,580	1.3
32,700	General Motors Co.			1,342,546	1,527,824	0.7
24,100	Kohls Corp.			1,426,235	1,595,937	0.8
13,000	McDonalds Corp.			2,098,487	2,122,036	1.0
				10,299,952	11,380,655	5.5
Consumer Staples						
59,700	Altria Group Inc.			3,708,728	5,413,735	2.5
27,880	British American Tobacco PLC			2,093,127	2,135,109	1.0
13,800	PepsiCo Inc.			1,667,775	1,936,345	0.9
19,100	Philip Morris International Inc.			2,015,716	2,343,444	1.1
17,000	Procter & Gamble Co.			1,885,134	1,916,854	0.9
33,900	Wal-Mart Stores Inc.			3,251,448	3,142,324	1.5
				14,621,928	16,887,811	7.9
Health Care						
51,600	Abbvie Inc.			4,167,805	4,333,215	2.1
20,800	Johnson & Johnson			3,292,799	3,213,668	1.5
38,100	Merck & Co., Inc.			2,755,918	3,007,922	1.4
109,300	Pfizer Inc.			4,413,173	4,760,841	2.3
				14,629,695	15,315,646	7.3
Financials						
9,900	Allianz SE			1,929,228	2,198,537	1.0
93,700	Australia & New Zealand Banking Group Ltd.			2,320,654	2,767,871	1.3
23,600	Bank of Montreal			1,963,393	2,279,052	1.1
83,900	Bank of Nova Scotia			5,217,443	6,272,364	3.0
426,000	BOC Hong Kong Holdings Ltd.			2,117,134	2,044,758	1.0
58,800	Canadian Imperial Bank of Commerce			5,497,185	6,442,128	3.0
129,700	National Bank of Canada			5,598,912	7,072,541	3.3
125,700	Power Financial Corp.			4,135,801	4,218,492	2.0
86,500	Royal Bank of Canada			6,408,711	7,860,255	3.7
80,100	Sun Life Financial Inc.			4,284,623	4,129,155	2.0
33,600	Swiss Re AG			4,170,204	4,278,306	2.0
120,700	Toronto-Dominion Bank			5,526,706	7,992,755	3.8
71,600	Westpac Banking Corp.			2,099,079	2,266,615	1.0
				51,269,073	59,822,829	28.2

GENUS DIVIDEND EQUITY FUND
(Formerly Genus Dividend Equity Component)
Schedule of Investment Portfolio

As at December 31, 2016

Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost (\$)	Fair Value (\$)	% of Total Portfolio
Real Estate						
260,500	Artis Real Estate Investment Trust			3,353,185	3,308,350	1.6
94,000	Canadian Apartment Properties REIT			2,760,956	2,948,780	1.4
68,600	RioCan Real Estate Investment Trust			1,921,723	1,826,818	0.9
111,000	Smart Real Estate Investment Trust			3,915,909	3,584,190	1.7
				11,951,773	11,668,138	5.6
Information Technology						
123,300	Canon Inc.			4,716,549	4,671,293	2.2
97,400	Cisco Systems Inc.			3,728,549	3,947,307	1.9
21,600	International Business Machines Corp.			4,849,278	4,808,207	2.3
44,100	Microsoft Corp.			3,241,579	3,675,000	1.7
				16,535,955	17,101,807	8.1
Telecommunication Services						
115,600	AT&T Inc.			5,828,703	6,593,268	3.1
50,600	BCE Inc.			2,974,178	2,936,318	1.4
70,900	NTT DOCOMO Inc.			2,200,062	2,170,881	1.0
125,400	TELUS Corp.			5,319,717	5,360,850	2.5
92,200	Verizon Communications Inc.			6,356,041	6,600,198	3.1
				22,678,701	23,661,515	11.1
Utilities						
405,500	EDP - Energias de Portugal SA			1,714,952	1,659,925	0.8
70,800	Emera Inc.			2,840,571	3,213,612	1.5
50,300	Enagas SA			1,984,953	1,716,463	0.8
153,000	Endesa SA			4,333,019	4,355,383	2.1
69,900	Fortis Inc.			2,471,258	2,898,054	1.4
				13,344,753	13,843,437	6.6
Total Equities				189,895,816	208,291,933	98.6
Short Term - Canada						
3,000,000	Province of Ontario	0.548%	01-18-2017	2,998,830	2,998,830	1.4
				2,998,830	2,998,830	1.4
Transaction costs				(219,495)		
Total Investments				192,675,151	211,290,763	100.0
Futures						
(121)	IMM Canadian Dollar Futures Mar 17			-	198,402	
(46)	IMM Euro FX Futures Mar 17			-	(1,810)	
(19)	IMM New Zealand Dollar Futures Mar 17			-	67,656	
				-	264,248	

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

Genus Fossil Free Corporate Bond Fund

(Formerly Genus Fossil Free Corporate Bond Component)

Statements of Financial Position

As at December 31, 2016 and 2015	December 31 2016	December 31 2015
Assets		
Current assets		
Cash	\$ 520,116	\$ 351,038
Short-term investments	-	219,780
Financial assets at fair value through profit or loss	44,366,696	34,269,950
Accrued interest	369,280	287,289
Subscriptions receivable from unitholders	200,643	5,984,000
Total assets	45,456,735	41,112,057
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	17,031	17,032
Due to broker	397,711	-
Distributions payable to unitholders	3,405	955,819
Redemptions payable to unitholders	2,000	-
Total liabilities (excluding net assets attributable to holders of redeemable units)	420,147	972,851
Net assets attributable to holders of redeemable units	\$ 45,036,588	\$ 40,139,206
Redeemable units outstanding (note 5)	435,789	386,259
Net assets attributable to holders of redeemable units per unit	\$ 103.34	\$ 103.92

On behalf of the Board of Genus Capital Management Inc.:

(signed) "Leslie G. Cliff"

Leslie G. Cliff

Director

(signed) "Wayne W. Wachell"

Wayne W. Wachell

Director

Statements of Comprehensive Income

For the years ended December 31	2016	2015
Income		
Interest income for distribution purposes	\$ 1,433,218	\$ 1,165,373
Foreign exchange gain on cash	112	328
Other changes in fair value on financial assets and liabilities at fair value through profit or loss		
Net realized gain on sale of investments	431,775	659,911
Net change in unrealized loss on investments	(358,786)	(477,868)
Total income	1,506,319	1,347,744
Expenses		
Trustee fees	5,924	5,589
Legal fees	2,549	1,808
Custodial fees	4,092	4,167
Unitholder reporting costs	19,879	13,773
Other administrative expenses	82,203	43,628
Interest expense	37	190
Total operating expenses	114,684	69,155
Operating profit	1,391,635	1,278,589
Increase in net assets attributable to holders of redeemable units from operations	\$ 1,391,635	\$ 1,278,589
Weighted average number of units during the year	412,559	311,284
Increase in net assets attributable to holders of redeemable units from operations per unit	\$ 3.37	\$ 4.11

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31	2016	2015
Net assets attributable to holders of redeemable units at beginning of year	\$ 40,139,206	\$ 30,478,916
Increase in net assets attributable to holders of redeemable units from operations	1,391,635	1,278,589
Distributions to holders of redeemable units		
Net investment income	(1,320,910)	(1,096,471)
Capital gains	(432,667)	(672,667)
Total distributions to holders of redeemable units	(1,753,577)	(1,769,138)
Redeemable unit transactions		
Issuance of redeemable units	9,052,101	12,745,462
Reinvestment of redeemable units	2,118,044	1,125,023
Redemption of redeemable units	(5,910,821)	(3,719,646)
Net increase from redeemable unit transactions	5,259,324	10,150,839
Net increase in net assets attributable to holders of redeemable units	4,897,382	9,660,290
Net assets attributable to holders of redeemable units at end of year	\$ 45,036,588	\$ 40,139,206

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

Genus Fossil Free Corporate Bond Fund

(Formerly Genus Fossil Free Corporate Bond Component)

Statements of Cash Flows

For the years ended December 31	2016	2015
Cash flows from operating activities		
Proceeds from sale of investments	\$ 24,986,008	\$ 23,112,372
Proceeds from short-term notes	5,606,326	4,281,577
Purchase of investments	(34,612,054)	(26,017,088)
Purchase of short-term notes	(5,385,017)	(4,470,224)
Interest received, excluding gain on short-term notes	1,349,698	1,136,983
Interest paid	(37)	(190)
Operating expenses paid	(114,648)	(67,258)
Net cash used in operating activities	(8,169,724)	(2,023,828)
Cash flows from financing activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(587,947)	(468,601)
Cash received from redeemable units issued	14,835,458	6,930,462
Amounts paid for redeemable units redeemed	(5,908,821)	(4,155,798)
Net cash from financing activities	8,338,690	2,306,063
Foreign exchange gain on cash	112	328
Net increase in cash	169,078	282,563
Cash at beginning of year	\$ 351,038	\$ 68,475
Cash at end of year	\$ 520,116	\$ 351,038

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

GENUS FOSSIL FREE CORPORATE BOND FUND

(Formerly Genus Fossil Free Corporate Bond Component)

Schedule of Investment Portfolio

As at December 31, 2016

Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost (\$)	Fair Value (\$)	% of Total Portfolio
Canadian Fixed Income						
Corporate Bonds						
885,000	407 International Inc.	3.350%	05-16-2024	934,022	941,162	2.1
150,000	407 International Inc.	2.430%	05-04-2027	149,945	145,303	0.3
1,165,000	AltaLink LP	3.399%	06-06-2024	1,203,720	1,239,758	2.7
350,000	AltaLink LP	2.747%	05-29-2026	354,587	349,349	0.8
2,335,000	Bank of Montreal	2.120%	03-16-2022	2,335,425	2,335,172	5.2
710,000	Bank of Montreal	3.340%	12-08-2025	709,737	723,400	1.6
1,100,000	Bank of Nova Scotia	2.620%	12-02-2026	1,099,813	1,091,273	2.5
94,797	Bankers Hall LP	4.377%	11-20-2023	94,797	98,753	0.2
680,000	bcIMC Realty Corp.	2.840%	06-03-2025	679,941	683,494	1.5
880,000	Bell Canada	3.550%	03-02-2026	903,363	903,679	2.0
1,180,000	Bell Canada	2.900%	08-12-2026	1,153,027	1,142,098	2.6
485,000	Bell Canada	7.000%	09-24-2027	614,110	620,303	1.4
1,395,000	Brookfield Asset Management Inc.	4.820%	01-28-2026	1,455,687	1,511,653	3.4
570,000	Canadian Imperial Bank of Commerce	1.900%	04-26-2021	576,600	569,790	1.3
800,000	Canadian Imperial Bank of Commerce	1.640%	07-12-2021	794,867	788,676	1.8
1,570,000	Choice Properties Real Estate Investment Trust	4.055%	11-24-2025	1,631,858	1,637,316	3.6
100,000	CI Financial Corp.	2.775%	11-25-2021	100,000	100,093	0.2
75,000	Cominar Real Estate Investment Trust	3.620%	06-21-2019	74,990	76,477	0.2
735,000	Cominar Real Estate Investment Trust	4.941%	07-27-2020	774,083	777,347	1.8
440,000	CT Real Estate Investment Trust	2.852%	06-09-2022	439,380	442,259	1.0
395,000	CT Real Estate Investment Trust	3.289%	06-01-2026	396,594	383,838	0.9
1,395,000	First Capital Realty Inc.	3.604%	05-06-2026	1,421,180	1,384,559	3.0
65,000	Genworth MI Canada Inc.	5.680%	06-15-2020	64,968	70,213	0.2
115,000	Genworth MI Canada Inc.	4.242%	04-01-2024	115,000	116,091	0.3
246,533	Grand Renewable Solar LP	3.926%	01-31-2035	246,533	244,306	0.6
565,000	Granite REIT Holdings LP	3.873%	11-30-2023	565,283	567,545	1.3
360,181	Greater Toronto Airports Authority	6.450%	07-30-2029	439,540	445,994	1.0
150,000	Greater Toronto Airports Authority	6.980%	10-15-2032	223,664	213,356	0.5
55,000	Health Montreal Collective LP	6.721%	09-30-2049	60,370	68,361	0.2
285,000	Home Trust Co.	2.280%	03-06-2018	284,969	284,318	0.6
205,000	HSBC Bank Canada	1.816%	07-07-2020	204,992	203,800	0.5
1,135,000	Hydro One Inc.	2.770%	02-24-2026	1,152,847	1,143,209	2.6
150,000	Hydro One Inc.	7.350%	06-03-2030	212,925	210,129	0.5
310,000	Hydro One Inc.	4.890%	03-13-2037	362,499	359,032	0.8
285,000	Industrial Alliance Insurance & Financial Services Inc.	2.640%	02-23-2027	284,929	283,315	0.6
140,000	Industrial Alliance Insurance & Financial Services Inc.	3.300%	09-15-2028	139,965	141,441	0.3
350,000	Kingston Solar LP	3.571%	07-31-2035	350,000	336,809	0.8
230,000	Leisureworld Senior Care LP	3.474%	02-03-2021	230,000	241,374	0.5
550,000	Loblaw Cos. Ltd.	4.860%	09-12-2023	579,110	616,990	1.4
650,000	Lower Mattagami Energy LP	3.416%	06-20-2024	661,288	689,368	1.6
200,000	Lower Mattagami Energy LP	2.307%	10-21-2026	199,998	191,299	0.4
160,000	Magna International Inc.	3.100%	12-15-2022	159,979	163,957	0.4
200,000	Metro Inc.	5.970%	10-15-2035	245,570	233,705	0.5
380,000	NBC Asset Trust	7.447%	12-31-2049	449,123	436,533	1.0
22,822	OMERS Realty Corp.	3.040%	12-05-2017	22,822	22,961	0.1
160,000	OMERS Realty Corp.	1.823%	05-09-2022	160,000	156,961	0.4
400,000	OMERS Realty Corp.	2.858%	02-23-2024	400,000	407,728	0.9
460,000	OMERS Realty Corp.	3.328%	11-12-2024	471,262	480,855	1.1
205,000	OPB Finance Trust	2.950%	02-02-2026	204,893	207,808	0.5
400,000	PowerStream Inc.	3.239%	11-21-2024	400,000	413,175	0.9
35,000	Reliance LP	4.075%	08-02-2021	35,000	35,214	0.1
720,000	Reliance LP, Private Placements	3.813%	09-15-2020	721,327	724,151	1.6
1,500,000	Rogers Communications Inc.	4.000%	03-13-2024	1,565,734	1,615,168	3.6
1,640,000	Royal Bank of Canada	1.968%	03-02-2022	1,624,360	1,624,817	3.6
200,000	Royal Bank of Canada	2.333%	12-05-2023	200,000	198,648	0.4
990,000	Royal Bank of Canada	2.480%	06-04-2025	977,050	980,389	2.2
315,000	Royal Bank of Canada	3.310%	01-20-2026	314,871	319,719	0.7
350,000	Royal Bank of Canada	3.450%	09-29-2026	350,574	356,712	0.8

GENUS FOSSIL FREE CORPORATE BOND FUND
(Formerly Genus Fossil Free Corporate Bond Component)
Schedule of Investment Portfolio

As at December 31, 2016

Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost (\$)	Fair Value (\$)	% of Total Portfolio
300,000	Saputo Inc.	2.827%	11-21-2023	300,000	300,600	0.7
70,205	SEC LP and Arci Ltd.	5.188%	08-29-2033	70,205	73,597	0.2
75,000	Shaw Communications Inc.	5.500%	12-07-2020	84,220	83,260	0.2
397,617	SP LP	3.210%	06-15-2019	395,148	405,364	0.9
280,000	Sun Life Capital Trust II	5.863%	12-31-2108	314,796	306,764	0.7
1,100,000	Sun Life Financial Inc.	3.050%	09-19-2028	1,104,770	1,100,754	2.5
85,000	TD Capital Trust IV	10.000%	06-30-2108	95,553	111,171	0.3
460,000	TELUS Corp.	2.350%	03-28-2022	454,149	457,433	1.0
700,000	TELUS Corp.	3.750%	01-17-2025	739,935	732,564	1.7
1,610,000	TELUS Corp.	3.750%	03-10-2026	1,641,960	1,666,179	3.8
270,000	The Manufacturers Life Insurance Co.	2.389%	01-05-2026	269,173	270,612	0.6
575,000	Toronto Hydro Corp.	2.910%	04-10-2023	579,187	596,828	1.3
90,000	Toronto Hydro Corp.	2.520%	08-25-2026	91,786	88,131	0.2
540,000	Toronto-Dominion Bank	2.621%	12-22-2021	555,222	554,877	1.3
530,000	Toronto-Dominion Bank	1.909%	07-18-2023	529,672	515,730	1.2
870,000	Toronto-Dominion Bank	3.226%	07-24-2024	919,763	914,648	2.1
480,000	Toronto-Dominion Bank	2.692%	06-24-2025	477,983	479,104	1.1
815,000	Toronto-Dominion Bank	4.859%	03-04-2031	839,411	892,636	2.0
575,611	West Edmonton Mall Property Inc.	4.056%	02-13-2024	589,511	593,988	1.3
160,000	WestJet Airlines Ltd.	3.287%	07-23-2019	160,000	163,162	0.4
				42,791,615	43,058,605	97.1
Total Canadian Fixed Income				42,791,615	43,058,605	97.1
U.S. Fixed Income						
265,000	Great-West Lifeco Finance Delaware LP II	7.127%	06-26-2068	309,313	283,834	0.6
250,000	Metropolitan Life Global Funding I	3.027%	06-11-2020	250,301	258,658	0.6
785,000	Wells Fargo & Co.	2.975%	05-19-2026	797,329	765,599	1.7
				1,356,943	1,308,091	2.9
Total Investments				44,148,558	44,366,696	100.0

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

Genus Fossil Free Dividend Equity Fund

(Formerly Genus Fossil Free Dividend Equity Component)

Statements of Financial Position

As at December 31, 2016 and 2015	December 31 2016	December 31 2015
Assets		
Current assets		
Cash	\$ 2,104,856	\$ 1,698,986
Financial assets at fair value through profit or loss	53,760,512	33,967,600
Due from broker	-	2,483,448
Dividends receivable	192,077	155,750
Margins deposited on futures contracts	243,764	151,764
Unrealized gain on futures contracts	59,263	5,869
Subscriptions receivable from unitholders	2,302	5,984,687
Total assets	56,362,774	44,448,104
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	22,317	19,258
Due to broker	-	5,432,745
Distributions payable to unitholders	16	3,160,459
Unrealized loss on futures contracts	-	31,735
Total liabilities (excluding net assets attributable to holders of redeemable units)	22,333	8,644,197
Net assets attributable to holders of redeemable units	\$ 56,340,441	\$ 35,803,907
Redeemable units outstanding (note 5)	544,993	368,439
Net assets attributable to holders of redeemable units per unit	\$ 103.38	\$ 97.18

On behalf of the Board of Genus Capital Management Inc.:

(signed) "Leslie G. Cliff"

Leslie G. Cliff
Director

(signed) "Wayne W. Wachell"

Wayne W. Wachell
Director

Statements of Comprehensive Income

For the years ended December 31	2016	2015
Income		
Interest income for distribution purposes	\$ 66,043	\$ 45,521
Dividend income	1,747,451	1,019,219
Foreign exchange gain on cash	48,864	136,410
Other changes in fair value on financial assets and liabilities at fair value through profit or loss		
Net realized gain on sale of investments	1,059,151	3,268,999
Net realized gain (loss) on futures contracts	(141,839)	111,112
Net change in unrealized gain (loss) on investments and futures contracts	2,491,814	(1,192,267)
Total income	5,271,484	3,388,994
Expenses		
Trustee fees	5,965	5,529
Custodial fees	5,436	4,135
Legal fees	2,600	1,769
Unitholder reporting costs	19,210	12,609
Other administrative expenses	112,993	63,323
Transaction costs	192,539	180,602
Interest expense	1,673	971
Total operating expenses	340,416	268,938
Operating profit	4,931,068	3,120,056
Withholding taxes	(180,587)	(103,820)
Increase in net assets attributable to holders of redeemable units from operations	\$ 4,750,481	\$ 3,016,236
Weighted average number of units during the year	463,553	301,752
Increase in net assets attributable to holders of redeemable units from operations per unit	\$ 10.25	\$ 10.00

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31	2016	2015
Net assets attributable to holders of redeemable units at beginning of year	\$ 35,803,907	\$ 25,587,391
Increase in net assets attributable to holders of redeemable units from operations	4,750,481	3,016,236
Distributions to holders of redeemable units		
Net investment income	(1,426,035)	(865,290)
Capital gains	-	(2,912,317)
Total distributions to holders of redeemable units	(1,426,035)	(3,777,607)
Redeemable unit transactions		
Issuance of redeemable units	20,359,394	11,566,721
Reinvestment of redeemable units	3,035,057	1,384,304
Redemption of redeemable units	(6,182,363)	(1,973,138)
Net increase from redeemable unit transactions	17,212,088	10,977,887
Net increase in net assets attributable to holders of redeemable units	20,536,534	10,216,516
Net assets attributable to holders of redeemable units at end of year	\$ 56,340,441	\$ 35,803,907

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

Genus Fossil Free Dividend Equity Fund

(Formerly Genus Fossil Free Dividend Equity Component)

Statements of Cash Flows

For the years ended December 31	2016	2015
Cash flows from operating activities		
Proceeds from sale of investments	\$ 59,938,887	\$ 45,816,821
Proceeds from short-term notes	18,499,820	17,379,713
Purchase of investments	(79,407,799)	(48,265,260)
Purchase of short-term notes	(18,494,458)	(17,175,933)
Dividends received, net of withholding tax	1,530,537	849,107
Interest received, excluding gain on short-term notes	60,681	41,659
Interest paid	(1,673)	(971)
Operating expenses paid	(143,145)	(84,042)
Net payments from derivative settlements	(233,839)	-
Net cash used in operating activities	(18,250,989)	(1,438,906)
Cash flows from financing activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(1,551,421)	(1,120,658)
Cash received from redeemable units issued	26,341,779	5,622,034
Amounts paid for redeemable units redeemed	(6,182,363)	(1,973,138)
Net cash from financing activities	18,607,995	2,528,238
Foreign exchange gain on cash	48,864	136,410
Net increase in cash	405,870	1,225,742
Cash at beginning of year	\$ 1,698,986	\$ 473,244
Cash at end of year	\$ 2,104,856	\$ 1,698,986

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

GENUS FOSSIL FREE DIVIDEND EQUITY FUND
(Formerly Genus Fossil Free Dividend Equity Component)
Schedule of Investment Portfolio

As at December 31, 2016

Shares or Par Value	Description	Average Cost (\$)	Fair Value (\$)	% of Total Portfolio
Equities				
Materials				
8,100	Agrium Inc.	977,806	1,093,176	2.0
145,600	Fletcher Building Ltd.	1,293,339	1,443,229	2.7
16,300	International Paper Co.	869,591	1,159,851	2.2
		3,140,736	3,696,256	6.9
Industrials				
4,700	3M Co.	1,127,180	1,125,522	2.1
29,800	ABB Ltd.	833,113	844,609	1.6
74,000	Abertis Infraestructuras SA	1,403,175	1,391,615	2.6
6,140	Eaton Corp., PLC	530,384	552,425	1.0
7,400	KAR Auction Services Inc.	422,980	422,954	0.8
7,100	United Parcel Service Inc.	964,208	1,091,546	2.0
		5,281,040	5,428,671	10.1
Consumer Discretionary				
16,500	Cineplex Inc.	842,727	845,130	1.6
26,800	Eutelsat Communications SA	711,460	697,322	1.3
8,100	Kohls Corp.	478,465	536,394	1.0
8,300	Leggett & Platt Inc.	446,724	544,073	1.0
62,800	Nissan Motor Co., Ltd.	865,378	848,791	1.6
62,200	Shaw Communications Inc.	1,615,797	1,675,668	3.1
		4,960,551	5,147,378	9.6
Consumer Staples				
10,300	Archer-Daniels-Midland Co.	581,431	630,559	1.2
		581,431	630,559	1.2
Health Care				
16,700	Abbvie Inc.	1,330,623	1,402,417	2.6
5,700	Eli Lilly & Co.	581,941	562,218	1.0
2,296	Roche Holding AG	763,022	704,672	1.3
		2,675,586	2,669,307	4.9
Financials				
1,900	Allianz SE	373,476	421,942	0.8
85,500	AMP Ltd.	460,252	418,450	0.8
11,800	Bank of Montreal	950,611	1,139,526	2.1
17,700	Bank of Nova Scotia	1,063,913	1,323,252	2.5
33,800	Bendigo & Adelaide Bank Ltd.	383,442	417,166	0.8
200,900	BOC Hong Kong Holdings Ltd.	874,738	964,300	1.8
15,100	Canadian Imperial Bank of Commerce	1,534,567	1,654,356	3.1
6,500	Commonwealth Bank of Australia	487,893	520,164	1.0
3,800	Erie Indemnity Co.	559,904	573,047	1.1
27,400	National Bank of Canada	1,232,375	1,494,122	2.8
12,900	NN Group NV	521,899	587,458	1.1
38,000	Nordea Bank AB	511,253	568,244	1.1
55,600	Old Republic International Corp.	1,384,907	1,416,693	2.6
40,700	Power Financial Corp.	1,307,028	1,365,892	2.5
18,900	Royal Bank of Canada	1,396,835	1,717,443	3.2
8,900	Swiss Re AG	1,103,770	1,133,242	2.1
26,500	Toronto-Dominion Bank	1,388,172	1,754,830	3.3
		15,535,035	17,470,127	32.7

GENUS FOSSIL FREE DIVIDEND EQUITY FUND
(Formerly Genus Fossil Free Dividend Equity Component)
Schedule of Investment Portfolio

As at December 31, 2016

Shares or Par Value	Description	Average Cost (\$)	Fair Value (\$)	% of Total Portfolio
Real Estate				
13,400	Allied Properties Real Estate Investment Trust	499,757	481,730	0.9
77,100	Artis Real Estate Investment Trust	996,380	979,170	1.8
17,700	Canadian Apartment Properties REIT	522,455	555,249	1.0
243,500	CapitaMall Trust	509,884	426,071	0.8
24,400	Granite Real Estate Investment Trust	941,961	1,093,852	2.0
39,400	Link REIT	350,168	343,476	0.6
144,200	Stockland	658,828	641,325	1.2
		4,479,433	4,520,873	8.3
Information Technology				
19,200	CA Inc.	760,427	818,024	1.5
35,600	Canon Inc.	1,370,462	1,348,727	2.5
30,500	Cisco Systems Inc.	1,111,435	1,236,066	2.3
22,900	Intel Corp.	1,014,027	1,113,860	2.1
7,500	International Business Machines Corp.	1,464,497	1,669,516	3.1
29,000	Western Union Co.	768,891	844,706	1.6
		6,489,739	7,030,899	13.1
Telecommunication Services				
26,300	AT&T Inc.	1,204,805	1,500,025	2.7
21,800	BCE Inc.	1,254,518	1,265,054	2.4
133,700	Telstra Corp., Ltd.	714,039	662,138	1.2
39,300	TELUS Corp.	1,624,586	1,680,075	3.1
20,500	Verizon Communications Inc.	1,336,714	1,467,506	2.7
		6,134,662	6,574,798	12.1
Utilities				
39,627	United Utilities Group PLC	712,219	591,644	1.1
		712,219	591,644	1.1
Total Equities		49,990,432	53,760,512	100.0
Transaction costs		(71,181)		
Total Investments		49,919,251	53,760,512	100.0
Futures				
(6)	IMM Canadian Dollar Futures Mar 17	-	3,656	
(5)	IMM Australian Dollar Futures Mar 17	-	18,909	
(8)	IMM New Zealand Dollar Futures Mar 17	-	28,484	
(7)	IMM Swiss Franc Futures Mar 17	-	8,214	
		-	59,263	

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

Genus Fossil Free CanGlobe Equity Fund

(Formerly Genus Fossil Free CanGlobe Equity Component)

Statements of Financial Position

As at December 31, 2016 and 2015 (Expressed in U.S. Dollars)	December 31 2016	December 31 2015
Assets		
Current assets		
Cash	\$ 1,050,229	\$ 464,613
Financial assets at fair value through profit or loss	53,021,417	39,494,036
Dividends receivable	90,774	46,649
Due from broker	-	272,894
Margins deposited on futures contracts	279,402	189,902
Unrealized gain on futures contracts	9,600	4,350
Subscriptions receivable from unitholders	4,994	6,462,969
Total assets	54,456,416	46,935,413
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	30,302	24,621
Due to broker	-	5,107,066
Distributions payable to unitholders	92	3,871,620
Redemptions payable to unitholders	6,697	-
Unrealized loss on futures contracts	64,877	43,225
Total liabilities (excluding net assets attributable to holders of redeemable units)	101,968	9,046,532
Net assets attributable to holders of redeemable units	\$ 54,354,448	\$ 37,888,881
Redeemable units outstanding (note 5)	716,946	553,218
Net assets attributable to holders of redeemable units per unit	\$ 75.81	\$ 68.49

On behalf of the Board of Genus Capital Management Inc.:

(signed) "Leslie G. Cliff"

Leslie G. Cliff
Director

(signed) "Wayne W. Wachell"

Wayne W. Wachell
Director

Statements of Comprehensive Income

For the years ended December 31 (Expressed in U.S. Dollars)	2016	2015
Income		
Interest income for distribution purposes	\$ 1,432	\$ (1,220)
Dividend income	1,215,173	799,179
Foreign exchange loss on cash	(36,184)	(26,673)
Other changes in fair value on financial assets and liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	(509,136)	606,665
Net realized gain (loss) on futures contracts	(60,500)	74,881
Net change in unrealized gain (loss) on investments and futures contracts	5,636,527	(3,730,812)
Total income (loss)	6,247,312	(2,277,980)
Expenses		
Trustee fees	4,812	4,565
Custodial fees	4,836	3,780
Unitholder reporting costs	16,032	12,422
Legal Fees	2,723	1,788
Other administrative expenses	105,658	56,246
Transaction costs	166,217	162,602
Interest expense	100	505
Total operating expenses	300,378	241,908
Operating profit (loss)	5,946,934	(2,519,888)
Withholding taxes	(119,689)	(70,103)
Increase (decrease) in net assets attributable to holders of redeemable units from operations	\$ 5,827,245	\$ (2,589,991)
Weighted average number of units during the year	660,680	441,808
Increase (decrease) in net assets attributable to holders of redeemable units from operations per unit	\$ 8.82	\$ (5.86)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31 (Expressed in U.S. Dollars)	2016	2015
Net assets attributable to holders of redeemable units at beginning of year	\$ 37,888,881	\$ 31,738,753
Increase (decrease) in net assets attributable to holders of redeemable units from operations	5,827,245	(2,589,991)
Distributions to holders of redeemable units		
Net investment income	(1,002,343)	(666,804)
Capital gains	-	(3,204,816)
Total distributions to holders of redeemable units	(1,002,343)	(3,871,620)
Redeemable unit transactions		
Issuance of redeemable units	12,909,209	12,809,392
Reinvestment of redeemable units	4,785,315	4,514,925
Redemption of redeemable units	(6,053,859)	(4,712,578)
Net increase from redeemable unit transactions	11,640,665	12,611,739
Net increase in net assets attributable to holders of redeemable units	16,465,567	6,150,128
Net assets attributable to holders of redeemable units at end of year	\$ 54,354,448	\$ 37,888,881

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

Genus Fossil Free CanGlobe Equity Fund

(Formerly Genus Fossil Free CanGlobe Equity Component)

Statements of Cash Flows

For the years ended December 31 (Expressed in U.S. Dollars)	2016	2015
Cash flows from operating activities		
Proceeds from sale of investments	\$ 51,352,307	\$ 40,795,203
Proceeds from short-term notes	2,196,357	3,392,974
Purchase of investments	(64,736,284)	(43,151,997)
Purchase of short-term notes	(2,183,605)	(3,405,935)
Dividends received, net of withholding tax	1,051,359	764,439
Interest received, excluding gain on short-term notes	(11,320)	75
Interest paid	(100)	(505)
Operating expenses paid	(128,380)	(73,808)
Net payments from derivative settlements	(150,000)	(25,001)
Net cash used in operating activities	(12,609,666)	(1,704,555)
Cash flows from financing activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(88,556)	(4,972)
Cash received from redeemable units issued	19,367,184	6,729,912
Amounts paid for redeemable units redeemed	(6,047,162)	(4,712,578)
Net cash from financing activities	13,231,466	2,012,362
Foreign exchange loss on cash	(36,184)	(26,673)
Net increase in cash	585,616	281,134
Cash at beginning of year	\$ 464,613	\$ 183,479
Cash at end of year	\$ 1,050,229	\$ 464,613

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

GENUS FOSSIL FREE CANGLOBE EQUITY FUND

(Formerly Genus Fossil Free CanGlobe Equity Component)

Schedule of Investment Portfolio

[Expressed in U.S. Dollars]

As at December 31, 2016

Shares or Par Value	Description	Average Cost (\$)	Fair Value (\$)	% of Total Portfolio
Equities				
Materials				
13,500	Agnico Eagle Mines Ltd.	464,278	568,263	1.1
5,600	Arkema SA	524,819	548,961	1.0
189,600	B2Gold Corp.	410,956	451,004	0.9
2,300	CCL Industries Inc.	345,402	452,433	0.9
11,000	Covestro AG	643,520	756,236	1.4
215,500	Lundin Mining Corp.	785,408	1,028,440	1.9
102,700	Mitsubishi Chemical Holdings Corp.	646,459	667,438	1.3
8,900	Shin-Etsu Chemical Co., Ltd.	545,839	691,870	1.3
		4,366,681	5,164,645	9.8
Industrials				
3,500	Aena SA	515,237	478,620	0.9
13,200	Atlas Copco AB	403,176	403,210	0.8
13,100	Crane Co.	963,641	944,772	1.8
7,200	Cummins Inc.	918,958	984,024	1.9
6,300	Parker-Hannifin Corp.	669,332	882,000	1.7
21,600	Ritchie Bros Auctioneers Inc.	822,571	733,658	1.4
10,400	United Rentals Inc.	765,846	1,098,032	2.1
9,258	Wolseley PLC	531,816	567,636	1.1
		5,590,577	6,091,952	11.7
Consumer Discretionary				
17,500	Best Buy Co. Inc.	716,719	746,725	1.4
4,900	Canadian Tire Corp., Ltd., Class A	454,397	508,868	1.0
4,100	Home Depot Inc.	492,990	549,728	1.0
20,400	Magna International Inc.	857,079	886,851	1.7
25,600	Quebecor Inc.	777,493	712,416	1.3
47,000	Reed Elsevier PLC	837,183	841,515	1.6
37,300	Sony Corp.	1,205,335	1,047,349	2.0
9,600	Valeo SA	389,666	552,960	1.0
		5,730,862	5,846,412	11.0
Consumer Staples				
7,600	Alimentation Couche-Tard Inc.	313,096	345,017	0.7
17,100	Archer-Daniels-Midland Co.	734,877	780,615	1.5
6,500	George Weston Ltd.	555,992	550,561	1.0
6,900	Henkel AG & Co., KGaA	795,229	824,210	1.6
46,500	Jeronimo Martins SGPS SA	712,356	722,938	1.4
		3,111,550	3,223,341	6.2
Health Care				
8,900	Abbvie Inc.	505,235	557,318	1.1
4,000	Amgen Inc.	620,522	584,840	1.1
7,172	Anthem Inc.	928,368	1,031,118	1.9
9,600	Express Scripts Holding Co.	728,072	660,384	1.2
		2,782,197	2,833,660	5.3
Financials				
5,500	Allianz SE	840,909	910,779	1.7
7,500	Allstate Corp.	473,784	555,900	1.0
11,100	American Express Co.	830,966	822,288	1.6
19,100	Assured Guaranty Ltd.	538,221	721,407	1.4
5,700	Bank of Montreal	335,140	410,458	0.8
36,000	Bank of Nova Scotia	1,600,315	2,006,890	3.8
8,800	Commonwealth Bank of Australia	501,534	525,125	1.0
10,200	Industrial Alliance Insurance & Financial Services Inc.	415,337	406,080	0.8
52,900	ING Groep NV	709,782	745,998	1.4
13,800	Lincoln National Corp.	631,282	914,526	1.7
33,100	National Bank of Canada	1,162,425	1,345,908	2.5
34,000	ORIX Corp.	538,074	531,710	1.0

GENUS FOSSIL FREE CANGLOBE EQUITY FUND

(Formerly Genus Fossil Free CanGlobe Equity Component)

Schedule of Investment Portfolio

[Expressed in U.S. Dollars]

As at December 31, 2016

Shares or Par Value	Description	Average Cost (\$)	Fair Value (\$)	% of Total Portfolio
36,500	Royal Bank of Canada	2,271,402	2,473,234	4.6
44,300	Toronto-Dominion Bank	1,954,805	2,187,483	4.1
29,300	XL Group Ltd.	1,041,376	1,091,718	2.1
25,600	Zions Bancorporation	953,858	1,101,824	2.1
		14,799,210	16,751,328	31.6
Real Estate				
3,100	AvalonBay Communities Inc.	539,500	549,165	1.0
12,400	CBRE Group Inc.	409,068	390,476	0.7
8,600	Equity Residential	548,955	553,496	1.0
		1,497,523	1,493,137	2.7
Information Technology				
16,700	CGI Group Inc.	685,638	802,461	1.5
9,100	Citrix Systems Inc.	685,952	812,721	1.5
6,000	Electronic Arts Inc.	307,317	472,560	0.9
14,300	FUJIFILM Holdings Corp.	538,187	543,752	1.0
135,400	Fujitsu Ltd.	769,992	753,996	1.4
29,800	Intel Corp.	1,019,889	1,080,846	2.0
20,700	Microsoft Corp.	1,084,191	1,286,298	2.4
11,600	NVIDIA Corp.	360,566	1,238,184	2.3
8,000	Open Text Corp.	513,986	494,653	0.9
14,100	Oracle Corp.	564,795	542,145	1.0
8,200	Western Digital Corp.	489,745	557,190	1.1
		7,020,258	8,584,806	16.0
Telecommunication Services				
12,900	BCE Inc.	602,479	558,205	1.1
13,200	Nippon Telegraph & Telephone Corp.	555,297	555,909	1.0
5,300	SBA Communications Corp.	554,842	547,278	1.0
43,000	TELUS Corp.	1,353,667	1,370,744	2.6
		3,066,285	3,032,136	5.7
Total Equities		47,965,143	53,021,417	100.0
Transaction costs		(67,457)		
Total Investments		47,897,686	53,021,417	100.0
Futures				
25	IMM Canadian Dollar Futures Mar 17	-	(48,500)	
(24)	IMM Euro FX Futures Mar 17	-	9,600	
(11)	IMM Japanese Yen Futures Mar 17	-	(12,852)	
4	IMM Swiss Franc Futures Mar 17	-	(3,525)	
		-	(55,277)	

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

Genus Fossil Free High Impact Equity Fund

(Formerly Genus Fossil Free Impact Equity Component)

Statements of Financial Position

As at December 31, 2016 and 2015 (Expressed in U.S. Dollars)	December 31 2016	December 31 2015
Assets		
Current assets		
Cash	\$ 903,278	\$ 915,299
Financial assets at fair value through profit or loss	17,114,163	14,375,966
Dividends receivable	22,889	23,576
Due from broker	2,200,123	598,625
Margins deposited on futures contracts	287,530	429,836
Unrealized gain on futures contracts	47,568	39,040
Subscriptions receivable from unitholders	1,107	2,154,684
Total assets	20,576,658	18,537,026
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	16,123	13,416
Due to broker	2,759,892	2,693,781
Unrealized loss on forward contracts	9,347	-
Distributions payable to unitholders	13	1,181,843
Total liabilities (excluding net assets attributable to holders of redeemable units)	2,785,375	3,889,040
Net assets attributable to holders of redeemable units	\$ 17,791,283	\$ 14,647,986
Redeemable units outstanding (note 5)	196,755	162,159
Net assets attributable to holders of redeemable units per unit	\$ 90.42	\$ 90.33

On behalf of the Board of Genus Capital Management Inc.:

(signed) "Leslie G. Cliff"

Leslie G. Cliff

Director

(signed) "Wayne W. Wachell"

Wayne W. Wachell

Director

Statements of Comprehensive Income

For the years ended December 31 (Expressed in U.S. Dollars)	2016	2015
Income		
Interest income for distribution purposes	\$ 18	\$ 8
Dividend income	304,021	323,191
Foreign exchange gain (loss) on cash	(4,782)	4,378
Other changes in fair value on financial assets and liabilities at fair value through profit or loss		
Net realized loss on sale of investments	(452,571)	(323,482)
Net realized loss on currency forward contracts	(5)	-
Net realized gain on futures contracts	89,694	242,055
Net change in unrealized gain on investments and derivatives	539,589	396,295
Total income	475,964	642,445
Expenses		
Trustee fees	4,259	4,049
Legal fees	849	612
Custodial fees	3,338	3,191
Unitholder reporting costs	13,749	8,976
Other administrative expenses	70,846	39,495
Transaction costs	80,761	82,317
Interest expense	72	663
Total operating expenses	173,874	139,303
Operating profit	302,090	503,142
Withholding taxes	(33,842)	(61,076)
Increase in net assets attributable to holders of redeemable units from operations	\$ 268,248	\$ 442,066
Weighted average number of units during the year	187,075	125,466
Increase in net assets attributable to holders of redeemable units from operations per unit	\$ 1.43	\$ 3.52

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31 (Expressed in U.S. Dollars)	2016	2015
Net assets attributable to holders of redeemable units at beginning of year	\$ 14,647,986	\$ 10,146,930
Increase in net assets attributable to holders of redeemable units from operations	268,248	442,066
Distributions to holders of redeemable units		
Net investment income	(183,621)	(194,380)
Capital gains	-	(987,463)
Total distributions to holders of redeemable units	(183,621)	(1,181,843)
Redeemable unit transactions		
Issuance of redeemable units	2,706,598	5,798,041
Reinvestment of redeemable units	1,352,313	64,631
Redemption of redeemable units	(1,000,241)	(621,839)
Net increase from redeemable unit transactions	3,058,670	5,240,833
Net increase in net assets attributable to holders of redeemable units	3,143,297	4,501,056
Net assets attributable to holders of redeemable units at end of year	\$ 17,791,283	\$ 14,647,986

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

Genus Fossil Free High Impact Equity Fund

(Formerly Genus Fossil Free Impact Equity Component)

Statements of Cash Flows

For the years ended December 31 (Expressed in U.S. Dollars)	2016	2015
Cash flows from operating activities		
Proceeds from sale of investments	\$ 18,944,076	\$ 16,292,537
Purchase of investments	(23,210,589)	(19,099,864)
Dividends received, net of withholding tax	270,866	247,735
Interest received, excluding gain on short-term notes	18	8
Interest paid	(72)	(663)
Operating expenses paid	(90,334)	(52,733)
Net proceeds (payments) from derivative settlements	232,000	(65,000)
Net cash used in operating activities	(3,854,035)	(2,677,980)
Cash flows from financing activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(13,138)	-
Cash received from redeemable units issued	4,860,175	3,643,357
Amounts paid for redeemable units redeemed	(1,000,241)	(621,839)
Net cash from financing activities	3,846,796	3,021,518
Foreign exchange gain (loss) on cash	(4,782)	4,378
Net increase (decrease) in cash	(12,021)	347,916
Cash at beginning of year	\$ 915,299	\$ 567,383
Cash at end of year	\$ 903,278	\$ 915,299

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

GENUS FOSSIL FREE HIGH IMPACT EQUITY FUND

(Formerly Genus Fossil Free Impact Equity Component)

Schedule of Investment Portfolio

[Expressed in U.S. Dollars]

As at December 31, 2016

Shares or Par Value	Description	Average Cost (\$)	Fair Value (\$)	% of Total Portfolio
Equities				
Materials				
114,300	DS Smith PLC	560,108	576,380	3.4
9,600	Unicore SA	564,312	548,302	3.2
		1,124,420	1,124,682	6.6
Industrials				
20,700	ABB Ltd.	438,300	437,483	2.6
600	Geberit AG	232,491	240,980	1.4
2,500	Hochtief AG	342,090	350,837	2.0
14,700	Koninklijke Philips NV	406,391	449,641	2.6
30,300	Mitsubishi Electric Corp.	427,025	423,319	2.5
5,000	Rockwell Automation Inc.	567,750	672,000	3.9
7,800	Schneider Electric SE	509,872	543,891	3.2
6,649	Vestas Wind Systems A/S	330,525	432,920	2.5
11,300	Xvlem Inc.	422,012	559,576	3.3
		3,676,456	4,110,647	24.0
Consumer Discretionary				
15,700	Benesse Holdings Inc.	436,005	433,438	2.5
3,100	Mohawk Industries Inc.	645,628	619,008	3.6
68,500	Panasonic Corp.	731,832	698,596	4.1
		1,813,465	1,751,042	10.2
Consumer Staples				
3,700	Henkel AG & Co., KGaA	452,463	441,968	2.6
		452,463	441,968	2.6
Health Care				
8,500	Abbvie Inc.	506,382	532,270	3.1
2,400	Amgen Inc.	355,307	350,904	2.1
8,500	Shionogi & Co., Ltd.	412,808	408,038	2.4
		1,274,497	1,291,212	7.6
Financials				
3,215	Allianz SE	538,082	532,391	3.1
19,000	CNP Assurances	351,641	352,709	2.1
12,100	Toronto-Dominion Bank	510,695	597,484	3.5
		1,400,418	1,482,584	8.7
Real Estate				
49,200	Dexus Property Group	320,276	342,721	2.0
3,800	Digital Realty Trust Inc.	398,007	373,388	2.2
5,100	Fonciere Des Regions	440,845	446,154	2.6
335,200	Mirvac Group	515,404	516,992	3.0
96,300	The GPT Group	340,680	350,747	2.0
		2,015,212	2,030,002	11.8
Information Technology				
6,500	Akamai Technologies Inc.	436,182	433,420	2.5
27,200	Cadence Design Systems Inc.	702,532	685,984	4.0
8,600	Citrix Systems Inc.	656,636	768,066	4.5
13,500	Oracle Corp.	536,825	519,075	3.0
4,600	ServiceNow Inc.	349,597	341,964	2.0
11,500	The Descartes Systems Group Inc.	202,645	245,511	1.4
10,600	VMware Inc.	712,010	834,538	4.9
33,800	Yokogawa Electric Corp.	423,829	490,619	2.9
		4,020,256	4,319,177	25.2
Utilities				
53,800	Innervex Renewable Energy Inc.	617,292	562,849	3.3
		617,292	562,849	3.3
Total Equities				
		16,394,479	17,114,163	100.0
Transaction costs		(30,346)		
Total Investments				
		16,364,133	17,114,163	100.0
Futures				
(21)	IMM Canadian Dollar Futures Mar 17	-	36,103	
(2)	IMM Australian Dollar Futures Mar 17	-	5,640	
(18)	IMM Euro FX Futures Mar 17	-	4,950	
(8)	IMM Japanese Yen Futures Mar 17	-	(9,347)	
(1)	IMM Swiss Franc Futures Mar 17	-	875	
		-	38,221	

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

Genus Capital Management Strategic Diversified Portfolio Service

Notes to the Financial Statements

December 31, 2016 and 2015

1. OPERATIONS

The Funds of the Genus Capital Management Strategic Diversified Portfolio Service (“Genus”) are open-ended unit trusts established pursuant to Trust Indentures with RBC Investor & Treasury Services. The Funds’ registered address is 860 - 980 Howe Street, Vancouver, British Columbia, Canada, V6Z 0C8. The income of the trusts is allocated to unitholders on a pro-rata basis.

Genus Capital Management Inc. is the Manager (“Manager”). The financial statements were authorized for issue by the Manager on July 21, 2017.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in compliance with International Financial Reporting Standards (“IFRS”) as published by the International Accounting Standards Board (“IASB”) and as required by Canadian securities legislation and the Canadian Accounting Standards Board.

a) Financial Instruments

The Funds recognize 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 Funds’ investments are measured at fair value through profit or loss (“FVTPL”). The Funds’ obligation for net assets attributable to holders of redeemable units is presented at the redemption amount. All other financial assets and liabilities are measured at amortized cost. Under this method, financial assets and liabilities reflect the amount required to be received or paid. The Funds’ accounting policies for measuring the fair value of investments and derivatives are identical to those used in measuring net asset value (“NAV”) for transactions with unitholders.

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

b) Valuation of Investments

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. Bonds, debentures and other debt obligations (other than short term investments) are valued at the mean of bid/ask prices provided by recognized investment brokers on a Valuation Date at such time as the Trustee, in its discretion, deems appropriate. Short term investments are valued at amortized cost which approximates fair value due to their short-term nature. Securities, index futures and index options that are listed on a recognized exchange are valued at the last trade price on the Valuation Date as reported by any report in common use or authorized as official by a recognized stock exchange, where the last trade price falls within that day’s bid-ask spread. Provided that if such stock exchange is not open for trading on that date, then valuation is based on the last previous date on which such stock exchange was open for trading. Any security or asset for which a market quotation is not readily available shall be valued at its fair market value as determined by the Trustee. 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 Funds’ policy is to recognize transfers in and out of the fair value hierarchy levels as at the end of the reporting period for transfers between Levels 1 and 2 and as at the date of the transfer for transfers in and out of Level 3.

c) Securities Transactions and Income

Securities transactions are accounted for on the trade date. Realized gains and losses from investment transactions are calculated on an average cost basis. Dividend income is recognized on the ex-dividend date and interest income for distribution purposes is recognized on an accrual basis based at the bond coupon rate.

d) Other Assets and Liabilities

All amounts receivable are designated as loans and receivables and recorded at cost or amortized cost. All amounts payable are classified as other financial liabilities and are recorded at cost or amortized cost. Cost or amortized cost approximates fair values for these assets and liabilities due to their short term nature.

Genus Capital Management Strategic Diversified Portfolio Service

Notes to the Financial Statements

December 31, 2016 and 2015

e) Translation of Foreign Currencies

Other than the Funds in the table below, the Funds' subscriptions and redemptions are denominated in Canadian dollars, which is also the Funds' functional and reporting currency.

	Functional Currency	Reporting Currency
Genus Fossil Free CanGlobe Equity Fund (formerly Genus Biosphere CanGlobe Equity Component)	U.S. \$	U.S. \$
Genus Fossil Free High Impact Equity Fund (formerly Genus Impact Equity Component)	U.S. \$	U.S. \$

The fair values of investments and other assets and liabilities in foreign currencies are translated into the Funds' presentation currency at the closing exchange rate on each valuation date. Purchases and sales of investments, income and expenses are translated at the rate of exchange prevailing on the respective dates of the transactions. Realized and change in unrealized gains and losses on foreign currency translation are included in the statement of comprehensive income.

f) Transaction Costs

Transaction costs such as brokerage commissions incurred on the purchase and sale of securities are recorded as an expense and are recognized in the statement of comprehensive income.

g) Unrealized Gain or Loss on Investments

Amounts by which the fair values of investments owned at the valuation date have changed during the period are disclosed in the financial statements as change in unrealized gain or loss on investments.

h) Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units per Unit

The increase (decrease) in net assets attributable to holders of redeemable units per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units attributable to the series for the period by the weighted average number of units outstanding of the respective series during the period.

i) Future Accounting Pronouncements

The IASB has issued the following new standards and amendments to existing standards that are not yet effective.

IFRS 9 was issued by the IASB on July 24, 2014 and will replace International Accounting Standards 39, Financial instruments – Recognition and Measurement. IFRS 9 requires financial instrument classification and related measurement practices to be based primarily on an entity's business model objectives when managing those financial assets and on the extent to which contractual cash flows exist within the financial assets. The standard also introduces a new expected loss impairment model. IFRS 9 is effective for annual periods beginning on or after January 1, 2018. The Funds are evaluating the potential impacts of this new standard on the financial statements.

Genus Capital Management Strategic Diversified Portfolio Service

Notes to the Financial Statements

December 31, 2016 and 2015

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of financial statements requires management to use judgment in applying its accounting policies and to make estimates and assumptions about the future. The following discusses the most significant accounting judgments and estimates that the Funds have made in preparing the financial statements:

a) Fair Value Measurement of Derivatives and Securities Not Quoted in an Active Market

Fair values of instruments not quoted in active markets are determined using valuation techniques and may be determined using reputable pricing sources (such as pricing agencies) or indicative prices from market makers. Broker quotes as obtained from the pricing sources may be indicative and not executable or binding. Where no market data is available, the Funds may value positions using models, which are usually based on valuation methods and techniques generally recognized as standard within the industry. The models used to determine fair values are validated and periodically reviewed by experienced personnel of the Manager, independent of the party that created them. The models used for private equity securities are based mainly on earnings multiples adjusted for a lack of marketability as appropriate.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require the Manager to make estimates. Changes in assumptions about these factors could affect the reported fair values of financial instruments. The Funds consider observable data to be market data that is readily available, regularly distributed and updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. Refer to Note 4 for further information about the fair value measurement of the Funds' financial instruments.

b) Classification and Measurement of Investments and Application of the Fair Value Option

In classifying and measuring financial instruments held by the Funds, the Manager is required to make significant judgments about whether or not the business of the Funds is to invest on a total return basis for the purpose of applying the fair value option for the financial assets under IAS 39. The most significant judgments made include the determination that certain investments are held-for-trading and that the fair value option can be applied to those which are not. The Funds have classified derivative instruments as held-for trading and designated all debt and equity investments at fair value through profit or loss on initial recognition. The performance of financial assets is evaluated on a fair value basis in accordance with the Funds documented investment strategy.

c) IFRS 10 - Investment Entity Status

The Funds have not consolidated their financial results with the financial results of the underlying funds held as investments given that the Funds are considered investment entities. The investment entity requirements in IFRS 10.27 (a-c) have been met since funds are received from multiple investors; the business purpose of the Funds is to generate returns for investors through appreciation of underlying investments; and performance of investments is measured on a fair value basis.

d) IFRS 12 - Interests in Other Entities

The Funds may invest in other funds as part of their overall investment strategy. IFRS 12.19 (a-g) requires additional disclosures for investment entities that have interests in unconsolidated subsidiaries. A subsidiary is an entity that is controlled by another entity. The Funds do not have control over the underlying funds as there are no contractual agreements in place between them and thus no power over the investee exists. The Funds also have no ability to impact returns by exerting power over the underlying funds. Thus, the definition of control as defined in IFRS 10.7 has not been met and no additional disclosures are required by the Funds. A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements. Disclosure with respect to the Funds' interest in unconsolidated structured entities are included in Note 10.

4. FAIR VALUE DISCLOSURE

The fair value hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are as follows.

Level 1 - Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Manager has the ability to access at the measurement date.

Level 2 - Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active.

Level 3 - Inputs that are unobservable. There is little if any market activity. Inputs into the determination of fair value require significant management judgment or estimation.

All fair value measurements above are recurring. Fair values are classified as Level 1 when the related security or derivative is actively traded and a quoted price is available. If an instrument classified as Level 1 subsequently ceases to be actively traded, it is transferred out of Level 1. In such

Genus Capital Management Strategic Diversified Portfolio Service

Notes to the Financial Statements

December 31, 2016 and 2015

cases, instruments are reclassified into Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs, in which case it is classified as Level 3.

a) Equities

The Funds' equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain of the Funds' equities do not trade frequently and therefore observable prices may not be available. In such cases, 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.

b) Bonds, Convertible Debentures and Short-term Investments

Short-term notes and treasury bills are stated at amortized cost, which approximates fair value. Bonds and convertible debentures are valued at the mean of bid/ask prices provided by recognized investment dealers. Therefore, the inputs are generally observable 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.

c) Investment Funds

Investments in other investment funds are valued at the published NAV of those funds. The fair value is classified as Level 1 when the daily NAV is reported to the general public. The fair value is classified as Level 2 otherwise, unless the determination of NAV requires significant unobservable data, in which case the measurement is classified as Level 3.

d) Mortgage-backed Securities

Mortgage-backed securities are valued at the mean of bid/ask prices provided by recognized investment dealers and the fair value is classified as Level 2.

e) Futures Contracts

Futures contracts are priced based on inputs from markets that are not considered active and therefore are classified as Level 2 and are marked to market each valuation day according to the gain or loss that would have been realized if the contracts had been closed out.

f) Currency Forward Contracts

Currency forward contracts are valued based primarily on the contract notional amount and the difference between the contract rate and the forward market rate for the same currency, and are classified as Level 2.

g) Warrants/Rights

Warrants/rights are classified as Level 1 when the security is actively traded and a reliable price is observable. Warrants/rights are classified as Level 2 when they are not traded on an exchange or no market value is readily available but sufficient and reliable observable market inputs are available and a valuation technique is used.

The following fair value hierarchy tables provides information about the Funds' assets measured at fair value on a recurring basis as at December 31, 2016 and 2015.

Genus Capital Management Strategic Diversified Portfolio Service

Notes to the Financial Statements

December 31, 2016 and 2015

As at December 31, 2016

	Financial Assets at Fair Value as at December 31, 2016			Total
	Level 1	Level 2	Level 3	
	\$	\$	\$	\$
Genus Government Bond Fund				
Bonds	-	28,347,671	-	28,347,671
Mortgage Backed Securities	-	4,411,434	445,397	4,856,831
Short Term Notes	-	114,844	-	114,844
	-	32,873,949	445,397	33,319,346
Genus Short-Term Corporate Bond Fund				
Bonds	-	31,398,731	-	31,398,731
Short Term Notes	-	234,358	-	234,358
	-	31,633,089	-	31,633,089
Genus Dividend Equity Fund				
Equities	208,291,933	-	-	208,291,933
Short Term Notes	-	2,998,830	-	2,998,830
Derivative Assets - Futures	-	266,058	-	266,058
Derivative Liabilities - Futures	-	(1,810)	-	(1,810)
	208,291,933	3,263,078	-	211,555,011
Genus Fossil Free Corporate Bond Fund (formerly Genus Biosphere Corporate Bond Component)				
Bonds	-	44,366,696	-	44,366,696
	-	44,366,696	-	44,366,696
Genus Fossil Free Dividend Equity Fund (formerly Genus Biosphere Dividend Equity Component)				
Equities	53,760,512	-	-	53,760,512
Derivative Assets - Futures	-	59,263	-	59,263
	53,760,512	59,263	-	53,819,775
Genus Fossil Free CanGlobe Equity Fund (formerly Genus Biosphere CanGlobe Equity Component) (in U.S.\$)				
Equities	53,021,417	-	-	53,021,417
Derivative Assets - Futures	-	9,600	-	9,600
Derivative Liabilities - Futures	-	(64,877)	-	(64,877)
	53,021,417	(55,277)	-	52,966,140
Genus Fossil Free High Impact Equity Fund (formerly Genus Impact Equity Component) (in U.S.\$)				
Equities	17,114,163	-	-	17,114,163
Derivative Assets - Futures	-	47,568	-	47,568
Derivative Liabilities - Forwards	-	(9,347)	-	(9,347)
	17,114,163	38,221	-	17,152,384

Genus Capital Management Strategic Diversified Portfolio Service

Notes to the Financial Statements

December 31, 2016 and 2015

As at December 31, 2015

	Financial Assets at Fair Value as at December 31, 2015			
	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Genus Government Bond Fund				
Bonds	-	54,779,625	-	54,779,625
Mortgage Backed Securities	-	3,116,278	-	3,116,278
Short Term Notes	-	659,344	-	659,344
Derivative Assets - Forwards	-	1,317	-	1,317
Derivative Liabilities - Forwards	-	(1,740)	-	(1,740)
	-	58,554,824	-	58,554,824
Genus Short-Term Corporate Bond Fund				
Bonds	-	65,397,375	-	65,397,375
Short Term Notes	-	814,752	-	814,752
	-	66,212,127	-	66,212,127
Genus Dividend Equity Fund				
Equities	205,654,750	-	-	205,654,750
Derivative Assets - Futures	-	44,738	-	44,738
Derivative Liabilities - Futures	-	(45,330)	-	(45,330)
	205,654,750	(592)	-	205,654,158
Genus Fossil Free Corporate Bond Fund (formerly Genus Biosphere Corporate Bond Component)				
Bonds	-	34,269,950	-	34,269,950
Short Term Notes	-	219,780	-	219,780
	-	34,489,730	-	34,489,730
Genus Fossil Free Dividend Equity Fund (formerly Genus Biosphere Dividend Equity Component)				
Equities	33,967,600	-	-	33,967,600
Derivative Assets - Futures	-	5,869	-	5,869
Derivative Liabilities - Futures	-	(31,735)	-	(31,735)
	33,967,600	(25,866)	-	33,941,734
Genus Fossil Free CanGlobe Equity Fund (formerly Genus Biosphere CanGlobe Equity Component) (in U.S.\$)				
Equities	39,494,036	-	-	39,494,036
Derivative Assets - Futures	-	4,350	-	4,350
Derivative Liabilities - Futures	-	(43,225)	-	(43,225)
	39,494,036	(38,875)	-	39,455,161
Genus Fossil Free High Impact Equity Fund (formerly Genus Impact Equity Component) (in U.S.\$)				
Equities	14,375,966	-	-	14,375,966
Derivative Assets - Futures	-	39,040	-	39,040
	14,375,966	39,040	-	14,415,006

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5. REDEEMABLE UNITS OUTSTANDING

Each of the Funds is authorized to issue an unlimited number of redeemable units which rank equally in all respects and represent a pro-rata interest in the net assets attributable to holders of redeemable units.

The Funds' redeemable units are classified as financial liabilities on the statement of financial position, as the Funds have the obligation to distribute income to minimize taxes such that there is no discretion to avoid cash distributions and the units have an ongoing redemption option, which does not meet the criteria in IAS 32.16A(d) to be classified as equity.

Changes in outstanding redeemable units of the Funds for the years ended December 31, 2016 and 2015 were as follows:

	Genus Government Bond Fund	Genus Short-Term Corporate Bond Fund	Genus Dividend Equity Fund	Genus Fossil Free Corporate Bond Fund (Formerly Genus Biosphere Corporate Bond Component)
	(units)	(units)	(units)	(units)
<i>Year Ended December 31, 2016</i>				
Units outstanding, beginning of year	539,339	790,561	1,546,086	386,259
Issuance of units	87,078	214,669	353,981	85,582
Redemption of units	(353,722)	(627,403)	(451,469)	(56,293)
Reinvested units	18,244	11,588	86,438	20,241
Units outstanding, end of year	290,939	389,415	1,535,036	435,789

<i>Year Ended December 31, 2015</i>				
Units outstanding, beginning of year	349,828	615,259	1,418,813	290,580
Issuance of units	319,372	530,320	283,179	119,888
Redemption of units	(136,896)	(365,891)	(213,101)	(34,840)
Reinvested units	7,035	10,873	57,195	10,631
Units outstanding, end of year	539,339	790,561	1,546,086	386,259

	Genus Fossil Free Dividend Equity Fund (Formerly Genus Biosphere Dividend Equity Component)	Genus Fossil Free CanGlobe Equity Fund (Formerly Genus Biosphere CanGlobe Equity Component)	Genus Fossil Free High Impact Equity Fund (Formerly Genus Impact Equity Component)
	(units)	(units)	(units)
<i>Year Ended December 31, 2016</i>			
Units outstanding, beginning of year	368,439	553,218	162,159
Issuance of units	208,826	180,387	30,584
Redemption of units	(63,331)	(85,183)	(10,957)
Reinvested units	31,059	68,524	14,969
Units outstanding, end of year	544,993	716,946	196,755

<i>Year Ended December 31, 2015</i>			
Units outstanding, beginning of year	263,384	390,537	108,449
Issuance of units	110,028	164,760	59,517
Redemption of units	(19,021)	(57,634)	(6,498)
Reinvested units	14,048	55,555	691
Units outstanding, end of year	368,439	553,218	162,159

Genus Capital Management Strategic Diversified Portfolio Service

Notes to the Financial Statements

December 31, 2016 and 2015

6. CHANGES IN FUNDS

On April 1, 2015 the name of Genus Biosphere Corporate Bond Component was changed to Genus Fossil Free Corporate Bond Component; the name of Genus Biosphere Dividend Equity Component was changed to Genus Fossil Free Dividend Equity Component; the name of Genus Biosphere CanGlobe Equity Component was changed to Genus Fossil Free CanGlobe Equity Component; the name of Genus Impact Equity Component was changed to Genus Fossil Free Impact Equity Component. On August 19, 2016 changes were made to the names of the Genus Components. A summary of the Fund name changes is provided below:

Previous Name	New Name
Genus Government Bond Component	Genus Government Bond Fund
Genus Short-Term Corporate Bond Component	Genus Short-Term Corporate Bond Fund
Genus Dividend Equity Component	Genus Dividend Equity Fund
Genus Fossil Free Corporate Bond Component	Genus Fossil Free Corporate Bond Fund
Genus Fossil Free Dividend Equity Component	Genus Fossil Free Dividend Equity Fund
Genus Fossil Free CanGlobe Equity Component	Genus Fossil Free CanGlobe Equity Fund
Genus Fossil Free Impact Equity Component	Genus Fossil Free High Impact Equity Fund

There were no changes to the Fund's investment objectives or strategies.

7. INCOME TAXES

As of December 31, 2016 and 2015, the Funds qualified as open-ended mutual fund trusts or unit trusts under the Income Tax Act (Canada). The Funds that qualify as mutual fund trusts distribute to their unitholders all of their annual taxable income, including such portion of their taxable net realized capital gains, with the result that the Funds are not liable for any income taxes. The Funds that do not qualify as mutual fund trusts distribute to their unitholders all of their annual taxable income, including their taxable net realized capital gains, with the result that the Funds are not liable for any income taxes. Such income is taxable in the hands of the unitholders and not in the Funds. Accordingly, no provision for Canadian income taxes has been made in these financial statements. Capital losses are available to be carried forward indefinitely and applied against future capital gains.

The Funds may be liable to pay income or profits tax on income or gains derived from investments in the U.S. and other foreign countries. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the statements of comprehensive income.

The following is a summary of the Funds' trust type and capital losses available for carryforward as at December 31:

	Trust Type	Capital Losses Carried Forward	
		2016	2015
Genus Government Bond Fund	Mutual Fund Trust	–	–
Genus Short-Term Corporate Bond Fund	Mutual Fund Trust	\$4,772,754	\$4,377,787
Genus Dividend Equity Fund	Mutual Fund Trust	–	–
Genus Fossil Free Corporate Bond Fund (formerly Genus Biosphere Corporate Bond Component)	Unit Trust	–	–
Genus Fossil Free Dividend Equity Fund (formerly Genus Biosphere Dividend Equity Component)	Mutual Fund Trust	–	–
Genus Fossil Free CanGlobe Equity Fund (formerly Genus Biosphere CanGlobe Equity Component)	Mutual Fund Trust	–	–
Genus Fossil Free High Impact Equity Fund (formerly Genus Impact Equity Component)	Mutual Fund Trust	US\$397,051	–

8. EXPENSES

Each of the Funds incurs expenses that can be specifically attributed to that fund. Common expenses of the Funds are allocated to the Funds on a pro rata basis. The Manager provides or arranges for the provision of investment and advisory services. The Funds do not directly pay a management fee to the Manager for these services.

9. FINANCIAL RISK MANAGEMENT

The investment activities of the Funds expose them to a variety of financial risks. Significant risks that are relevant to the Funds are discussed below.

Genus Capital Management Strategic Diversified Portfolio Service

Notes to the Financial Statements

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a) Interest Rate Risk

Interest rate risk arises on interest-bearing financial instruments such as government and corporate debt. The Funds holding government and corporate debt instruments are exposed to the risk that the value of interest-bearing financial instruments will fluctuate due to changes in the prevailing levels of market interest rates for such securities.

The table below summarizes the interest rate risk exposure by remaining term to maturity for Funds that hold interest sensitive investments:

As at December 31, 2016	Less than	1 - 3	3 - 5	> 5	Total
	1 year	years	years	years	
	\$	\$	\$	\$	\$
Genus Government Bond Fund	400,888	5,036,439	9,043,117	18,838,902	33,319,346
Genus Short-Term Corporate Bond Fund	1,881,830	6,766,743	12,421,096	10,563,420	31,633,089
Genus Dividend Equity Fund	2,998,830	-	-	-	2,998,830
Genus Fossil Free Corporate Bond Fund (formerly Genus Biosphere Corporate Bond Component)	22,961	929,322	4,407,453	39,006,960	44,366,696

As at December 31, 2015	Less than	1 - 3	3 - 5	> 5	Total
	1 year	years	years	years	
	\$	\$	\$	\$	\$
Genus Government Bond Fund	6,009,149	13,343,129	10,191,053	29,011,916	58,555,247
Genus Short-Term Corporate Bond Fund	4,206,232	7,980,126	20,580,110	33,445,659	66,212,127
Genus Fossil Free Corporate Bond Fund (formerly Genus Biosphere Corporate Bond Component)	219,780	304,964	5,405,281	28,559,705	34,489,730

As at December 31, 2016 and 2015, had prevailing interest rates increased or decreased by 1%, assuming a parallel shift in the yield curve, with all other variables held constant, NAV of the Funds exposed to interest rate risk would have decreased or increased approximately by the values disclosed in the table below. The Funds' sensitivity to interest rate changes was estimated using the weighted average duration of the portfolio. In practice, the actual trading results may differ, and the difference could be material.

December 31, 2016	Interest Rate Increase		Interest Rate Decrease	
	\$	% of NAV	\$	% of NAV
Genus Government Bond Fund	(2,307,063)	-6.9%	2,307,063	6.9%
Genus Short-Term Corporate Bond Fund	(939,102)	-2.9%	939,102	2.9%
Genus Fossil Free Corporate Bond Fund (formerly Genus Biosphere Corporate Bond Component)	(2,757,593)	-6.2%	2,757,593	6.2%

December 31, 2015	Interest Rate Increase		Interest Rate Decrease	
	\$	% of NAV	\$	% of NAV
Genus Government Bond Fund	(4,038,018)	-6.3%	4,038,018	6.3%
Genus Short-Term Corporate Bond Fund	(2,023,904)	-3.1%	2,023,904	3.1%
Genus Fossil Free Corporate Bond Fund (formerly Genus Biosphere Corporate Bond Component)	(2,393,180)	-6.0%	2,393,180	6.0%

b) Currency Risk

Currency risk is the risk that financial instruments held by the Fund that are denominated in a currency other than the Fund's reporting currency will fluctuate due to changes in exchange rates. The table below summarizes the currency risk exposure of Funds that held assets denominated in currencies other than the reporting currency as at December 31, 2016 and 2015.

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December 31, 2016

	U.S.		British Pound	European	Australian Dollar	Japanese Yen	Others	Total
	Dollar	Canadian Dollar		Union Euro				
Genus Government Bond Fund	11,867	-	-	-	-	-	-	11,867
Genus Short-Term Corporate Bond Fund	695	-	-	-	-	-	-	695
Genus Dividend Equity Fund	88,307,378	-	2,152,699	20,622,140	5,175,269	6,451,963	9,052,461	131,761,910
Genus Fossil Free Corporate Bond Fund (formerly Genus Biosphere Corporate Bond Component)	1,342	-	-	-	-	-	-	1,342
Genus Fossil Free Dividend Equity Fund (formerly Genus Biosphere Dividend Equity Component)	20,075,821	-	599,994	3,109,494	2,674,753	2,223,642	6,456,163	35,139,867
Genus Fossil Free CanGlobe Equity Fund (formerly Genus Biosphere CanGlobe Equity Component) (in U.S.\$)	-	19,285,312	1,409,894	5,552,094	529,863	4,792,174	406,661	31,975,998
Genus Fossil Free High Impact Equity Fund (formerly Genus Impact Equity Component) (in U.S.\$)	-	1,463,917	442,299	3,666,642	706,939	2,375,983	2,222,518	10,878,298

December 31, 2015

	U.S.		British Pound	European	Australian Dollar	Japanese Yen	Others	Total
	Dollar	Canadian Dollar		Union Euro				
Genus Government Bond Fund	(6,803)	-	-	-	-	-	-	(6,803)
Genus Short-Term Corporate Bond Fund	4,591	-	-	-	-	-	-	4,591
Genus Dividend Equity Fund	87,285,784	-	12,718,690	6,846,764	969	14,156,328	15,457,419	136,465,954
Genus Fossil Free Corporate Bond Fund (formerly Genus Biosphere Corporate Bond Component)	1,939	-	-	-	-	-	-	1,939
Genus Fossil Free Dividend Equity Fund (formerly Genus Biosphere Dividend Equity Component)	12,596,236	-	1,163,283	1,883,068	1,310,309	2,262,527	2,321,694	21,537,117
Genus Fossil Free CanGlobe Equity Fund (formerly Genus Biosphere CanGlobe Equity Component) (in U.S.\$)	-	11,656,630	1,160,027	3,998,196	354,186	2,612,548	1,422,048	21,203,635
Genus Fossil Free High Impact Equity Fund (formerly Genus Impact Equity Component) (in U.S.\$)	-	1,080,864	608,891	4,276,428	578,831	471,436	1,309,337	8,325,787

As at December 31, 2016 and 2015, had the reporting currency strengthened or weakened by 5% in relation to all foreign currencies, with all other factors remaining constant, net assets value would have decreased or increased by approximately the values disclosed in the table below. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

	December 31, 2016		December 31, 2015	
	5%	5%	5%	5%
	Appreciation	Depreciation	Appreciation	Depreciation
	\$	\$	\$	\$
Genus Government Bond Fund	(593)	593	340	(340)
Genus Short-Term Corporate Bond Fund	(35)	35	(230)	230
Genus Dividend Equity Fund	(6,588,096)	6,588,096	(6,823,298)	6,823,298
Genus Fossil Free Corporate Bond Fund (formerly Genus Biosphere Corporate Bond Component)	(67)	67	(97)	97
Genus Fossil Free Dividend Equity Fund (formerly Genus Biosphere Dividend Equity Component)	(1,756,993)	1,756,993	(1,076,856)	1,076,856
Genus Fossil Free CanGlobe Equity Fund (formerly Genus Biosphere CanGlobe Equity Component) (in U.S.\$)	(1,598,800)	1,598,800	(1,059,682)	1,059,682
Genus Fossil Free High Impact Equity Fund (formerly Genus Impact Equity Component) (in U.S.\$)	(543,915)	543,915	(416,289)	416,289

e) Other Price Risk

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

The table below summarizes the other price risk exposure of Funds that held investment instruments influenced by the general market movement of securities as at December 31, 2016 and 2015. Additionally, the table also discloses the impact on the Fund's NAV of a 5% increase or decrease in the securities market.

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December 31, 2016	Other Price Risk Exposure \$	% of Net Asset Value	Impact of 5% Increase \$	Impact of 5% Decrease \$
Genus Dividend Equity Fund	208,291,933	96.4	10,414,597	(10,414,597)
Genus Fossil Free Dividend Equity Fund (formerly Genus Biosphere Dividend Equity Component)	53,760,512	95.4	2,688,026	(2,688,026)
Genus Fossil Free CanGlobe Equity Fund (formerly Genus Biosphere CanGlobe Equity Component) (in U.S.\$)	53,021,417	97.5	2,651,071	(2,651,071)
Genus Fossil Free High impact Equity Fund (formerly Genus Impact Equity Component) (in U.S.\$)	17,114,163	96.2	855,708	(855,708)

December 31, 2015	Other Price Risk Exposure \$	% of Net Asset Value	Impact of 5% Increase \$	Impact of 5% Decrease \$
Genus Dividend Equity Fund	205,654,750	101.6	10,282,738	(10,282,738)
Genus Fossil Free Dividend Equity Fund (formerly Genus Biosphere Dividend Equity Component)	33,967,600	94.9	1,698,380	(1,698,380)
Genus Fossil Free CanGlobe Equity Fund (formerly Genus Biosphere CanGlobe Equity Component) (in U.S.\$)	39,494,036	104.2	1,974,702	(1,974,702)
Genus Fossil Free High Impact Equity Fund (formerly Genus Impact Equity Component) (in U.S.\$)	14,375,966	98.1	718,798	(718,798)

d) Credit Risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund. The greatest concentration of credit risk is in debt securities. The fair value of debt securities includes consideration of the credit worthiness of the issuer. The carrying amount of investments, as presented on the Schedule of Investment Portfolio, represents the maximum credit risk exposure. The carrying amount of the Fund's other assets also represents the maximum credit risk exposure, as they will be settled in the short term.

All transactions in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. The trade will fail if either party fails to meet its obligation.

Credit ratings are obtained primarily from Standard & Poor's ("S&P"). In cases where an S&P credit rating is not available, the rating provided by DBRS will be used and converted to S&P format. If an S&P and DBRS credit rating is not available, the rating provided by Moody's will be used and converted to S&P format. As at December 31, 2016 and 2015, the Funds invested in debt securities with the following credit ratings:

December 31, 2016	AAA \$	AA \$	A \$	BBB \$	NR \$	Total \$
Genus Government Bond Fund	12,293,062	4,910,889	11,279,250	-	4,856,830	33,340,031
Genus Short-Term Corporate Bond Fund	1,588,872	5,528,947	13,670,946	10,844,324	-	31,633,089
Genus Dividend Equity Fund	-	3,748,624	-	-	-	3,748,624
Genus Fossil Free Corporate Bond Fund (formerly Genus Biosphere Corporate Bond Component)	-	11,015,895	16,395,751	16,955,050	-	44,366,696
Genus Fossil Free CanGlobe Equity Fund (formerly Genus Biosphere CanGlobe Equity Component) (in U.S.\$)	-	-	-	-	824,210	824,210
Genus Fossil Free High Impact Equity Fund (formerly Genus Impact Equity Component) (in U.S.\$)	-	-	-	-	441,968	441,968

December 31, 2015	AAA \$	AA \$	A \$	BBB \$	NR \$	Total \$
Genus Government Bond Fund	22,955,345	4,086,836	28,398,104	-	3,116,279	58,556,564
Genus Short-Term Corporate Bond Fund	2,302,002	10,591,830	31,196,752	22,121,543	-	66,212,127
Genus Fossil Free Corporate Bond Fund (formerly Genus Biosphere Corporate Bond Component)	160,161	6,744,167	13,618,090	13,967,312	-	34,489,730

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e) Liquidity Risk

Liquidity risk is the risk that the Funds may not be able to settle or meet their obligations on time or at a reasonable price. The Funds' investments are considered readily realizable and highly liquid, therefore the Funds' liquidity risk is considered minimal.

f) Concentration Risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The following is a summary of the Funds' concentration risk as percentage of total investments:

Genus Government Bond Fund

Sector	December 31, 2016	December 31, 2015
	(%)	(%)
Canadian Bonds		
Federal Bonds	19.1	29.8
Provincial Bonds	40.8	51.0
Municipal Bonds	12.0	6.5
Corporate Bonds	7.4	4.2
Mortgage-backed Securities	14.6	5.3
Foreign Bonds	5.8	2.1
Short-term Investments	0.3	1.1
Total	100.0	100.0

Genus Short-Term Corporate Bond Fund

Sector	December 31, 2016	December 31, 2015
	(%)	(%)
Canadian Bonds		
Corporate Bonds	98.7	96.0
Foreign Bonds	0.6	2.8
Short-term Investments	0.7	1.2
Total	100.0	100.0

Genus Dividend Equity Fund

Sector	December 31, 2016	December 31, 2015
	(%)	(%)
Equities		
Energy	7.6	4.8
Materials	5.0	2.0
Industrials	5.7	8.0
Consumer Discretionary	5.5	8.9
Consumer Staples	7.9	13.1
Health Care	7.3	10.6
Financials	28.2	18.9
Real Estate	5.6	8.8
Information Technology	8.1	9.0
Telecommunication Services	11.1	8.2
Utilities	6.6	7.7
Short-term Investments	1.4	-
Total	100.0	100.0

Genus Fossil Free Corporate Bond Fund (formerly Genus Biosphere Corporate Bond Component)

Sector	December 31, 2016	December 31, 2015
	(%)	(%)
Canadian Bonds		
Federal Bonds	-	0.5
Corporate Bonds	97.1	90.8
Foreign Bonds	2.9	8.1
Short-term Investments	-	0.6
Total	100.0	100.0

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Genus Fossil Free Dividend Equity Fund
(formerly Genus Biosphere Dividend Equity Component)

Sector	December 31, 2016	December 31, 2015
	(%)	(%)
Equities		
Materials	6.9	2.5
Industrials	10.1	8.2
Consumer Discretionary	9.6	16.1
Consumer Staples	1.2	10.0
Health Care	4.9	6.2
Financials	32.7	30.1
Real Estate	8.3	7.3
Information Technology	13.1	6.5
Telecommunication Services	12.1	11.4
Utilities	1.1	1.7
Total	100.0	100.0

Genus Fossil Free CanGlobe Equity Fund
(formerly Genus Biosphere CanGlobe Equity Component) (in U.S.\$)

Sector	December 31, 2016	December 31, 2015
	(%)	(%)
Equities		
Materials	9.8	9.6
Industrials	11.7	10.2
Consumer Discretionary	11.0	17.1
Consumer Staples	6.2	3.3
Health Care	5.3	10.4
Financials	31.6	31.3
Real Estate	2.7	0.5
Information Technology	16.0	14.8
Telecommunication Services	5.7	2.8
Total	100.0	100.0

Genus Fossil Free High Impact Equity Fund
(formerly Genus Impact Equity Component) (in U.S.\$)

Sector	December 31, 2016	December 31, 2015
	(%)	(%)
Equities		
Materials	6.6	5.1
Industrials	24.0	23.4
Consumer Discretionary	10.2	7.5
Consumer Staples	2.6	4.0
Health Care	7.6	4.0
Financials	8.7	10.3
Real Estate	11.8	7.8
Information Technology	25.2	25.3
Telecommunication Services	-	5.2
Utilities	3.3	7.4
Total	100.0	100.0

10. RELATED PARTIES

The fund manager, its directors and family members and its employees hold investments within the Funds as follows:

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	December 31, 2016		December 31, 2015	
	Units	Market value \$	Units	Market value \$
Genus Government Bond Fund	161	18,458	718	85,049
Genus Short-Term Corporate Bond Fund	3,197	264,556	4,501	377,618
Genus Dividend Equity Fund	26,681	3,754,566	23,769	3,112,345
Genus Fossil Free Corporate Bond Fund	1,196	123,650	1,263	131,287
Genus Fossil Free Dividend Equity Fund	2,189	226,333	2,194	213,168
Genus Fossil Free CanGlobe Equity Fund (formerly Genus Biosphere CanGlobe Equity Component) (in U.S.\$)	1,804	136,768	2,081	142,531
Genus Fossil Free High Impact Equity Fund (formerly Genus Impact Equity Component) (in U.S.\$)	2,121	191,789	1,914	172,863

11. FINANCIAL INSTRUMENTS BY CATEGORY

The Funds' investments with the exception of derivative instruments, as at December 31, 2016 and 2015 are designated as FVTPL. The Funds' derivative instruments are classified as Held for Trading ("HFT").

For the years ended December 31, 2016 and 2015, the Funds' net gains (losses) on financial instruments with the exception of derivatives, were all from financial instruments designated as FVTPL. The Funds' net gains (losses) on derivatives are from instruments classified as HFT.

12. CAPITAL MANAGEMENT

The Funds' capital is reflected by net assets attributable to holders of redeemable units. The Manager maintains the Funds' capital in accordance with investment objectives, strategies and restrictions as detailed in the Declaration of Trust. The Funds' objectives when managing this capital are to continue to provide returns for unitholders while maintaining sufficient liquidity to meet unitholder redemptions.

The Funds are not subject to any externally imposed capital requirements.

13. STATEMENT OF PORTFOLIO TRANSACTIONS

A statement of portfolio transactions for the year ended December 31, 2016 for each Fund can be obtained, without charge, on request to the Funds' manager:

Genus Capital Management Inc.
860 - 980 Howe Street
Vancouver, British Columbia
V6Z 0C8