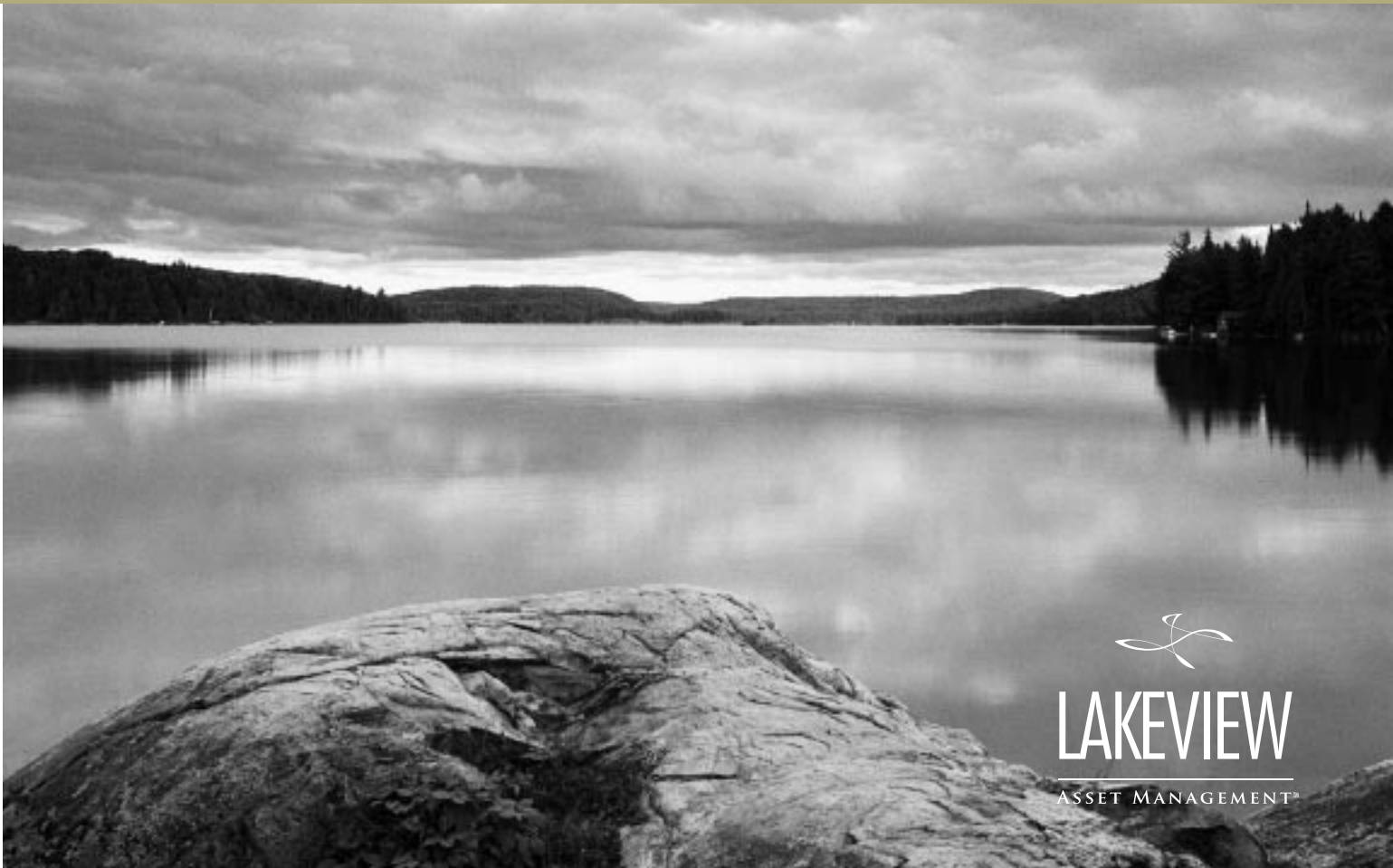




# SEMI-ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

For the period ending June 30, 2007

LAKEVIEW DISCIPLINED LEADERSHIP U.S. EQUITY FUND



  
**LAKEVIEW**  
ASSET MANAGEMENT®

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. This report may contain forward-looking statements about the Fund, including its strategy, expected performance and condition. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as “expects”, “anticipates”, “intends”, “plans”, “believes”, “estimates”, or negative versions thereof and similar expressions. In addition, any statement that may be made concerning future performance, strategies or prospects, and action by the Fund, are forward-looking statements. Forward-looking statements are based on current expectations and projections about future events that are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors. You should not rely on forward-looking statements.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. A number of factors could contribute to these digressions, including, general economic, political and market factors in North America and the world, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events. The Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise.

## Lakeview Disciplined Leadership U.S. Equity Fund (the “Fund”)

This semi-annual management report of fund performance contains financial highlights but does not contain the complete semi-annual or annual financial statements of the Fund. You can get a copy of the semi-annual or annual financial statements, upon request, at no cost, by calling 1-800-205-8175, by writing to the manager Lakeview Asset Management Inc. (“LAM”), 2 Queen Street East, Twentieth Floor, Toronto, Ontario, M5C 3G7 or by visiting our website at [www.lakeviewfunds.com](http://www.lakeviewfunds.com) or SEDAR at [www.sedar.com](http://www.sedar.com).

Securityholders may also contact us using one of these methods to request a copy of the investment Fund’s proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

### Results of Operations (All figures refer to Net Assets, except rates of return, which refer to Net Asset Value.)

The Fund’s net assets decreased by \$15.9 million to \$37.0 million from December 31, 2006 to June 30, 2007. This decrease in assets was attributable to net redemptions of \$16.3 million. The Fund had positive performance during the period contributing \$0.4 million to net assets. The Fund’s six-month return for Series A units, Series F and Series O units were -0.5%, 0.2% and 0.3%, respectively, compared to the benchmark S&P 500 Total Return Index – C\$, which returned -2.4% for the same period.

U.S. markets started off on a positive note in January but were set back by sub-prime mortgage woes and weak economic data. Like Canada, U.S. markets began to recover but ended the first quarter basically flat. Weakness in the housing sector and negative economic indicators in business activity, factory orders and non-durable good orders led to underperformance in financials and cyclical shares.

Coming into the second quarter, investors were expecting slower economic growth as first quarter economic indicators pointed to that direction. They were gladly disappointed when first quarter company earnings in the S&P 500 Index were 8.70% – much higher than expected but the first quarter in a year where growth fell below double-digits. Given that the S&P 500 derives more than 30% of revenues and 24% of profits from outside of the U.S., renewed global growth in the second quarter boded well for this index.

On the currency side, the U.S. has strengthened slightly against the Euro. With a low unemployment rate, a weak dollar and an economy being supported by global growth, talks about the U.S. Federal Reserve cutting rates have disappeared. The housing effect will take a while to be felt, if at all, and global rates are going up. As core inflation showed continued moderation in the quarter, the risk of higher rates seems remote. Regardless, the U.S. market has already discounted an increase in interest rates.

Outperforming sectors were telecommunications, oil, energy, metals and minerals, and health care.

### Recent Developments

The short, sharp pullback in world equity markets at the end of February appears to have been only that – a correction in a bull market. This brief episode, driven by concerns about slowing North American economic growth and a deteriorating consumer credit picture, appears to have been offset by low valuations, robust global growth and continued depth in global liquidity. Most of the leading companies and sectors have recaptured their price highs, and there was very little technical damage done to the market. However, the U.S. housing market correction and inventory accumulation may present a downside risk, should sales of goods stall. As a result, the U.S. market may be vulnerable to continued downturn and accordingly, we will keep a close look at stock volatility.

With US\$1 trillion of private equity money ready to buy stocks and US\$600 billion of expected stock buybacks, U.S. stock inventories could be reduced by up to 10%. In view of this and despite increased market volatility, demand for securities may still increase in the near future.

In May 2007, CI Financial Income Fund, (“CI”) acquired all of the outstanding shares of Rockwater Capital Corporation, the parent company of LAM. The resulting transaction gives CI indirect control over LAM.

In June 2007, LAM proposed the establishment of fixed administration fees. Under the proposal, LAM will bear all of the future operating expenses of the Fund, other than certain taxes, brokerage and borrowing costs and certain new governmental fees, in return for the fixed annual administration fees. The change to fixed administration fees is subject to approval in July 2007 and will take effect on or about August 1, 2007. For more specific details, refer to the amendment to the prospectus filed on SEDAR at [www.sedar.com](http://www.sedar.com).

*Adoption of New Accounting Standards*

The Canadian Institute of Chartered Accountants ("CICA") issued Section 3855, Financial Instruments: Recognition and Measurement, effective for interim and annual financial statements relating to fiscal years beginning on or after October 1, 2006. This section establishes standards for the fair valuation of investments and the way transaction costs are recorded for financial reporting purposes.

On June 1, 2007, the Canadian Securities Administrators (CSA) issued a notice and request for comments to the proposed amendments to NI 81-106, Form 81-106F1 and 81-106CP. The proposed amendments permit investment funds to have two different net asset values: one for financial statements prepared in accordance with Section 3855 (referred to as "Net Assets" in the proposal) and one for the purchase and redemption price of an investment fund (referred to as "Net Asset Value" in the proposal). The CSA will require a reconciliation between the Net Assets and the Net Asset Value. This is shown in the Notes to the semi-annual financial statements and the footnotes to the financial highlights of this report.

## Related Party Transactions

### ***Manager***

The Fund is managed by LAM and advised by Barometer Capital Management Inc. ("Barometer").

### ***Management Fees***

Approximately 42% of total management fees were used to pay for sales and trailing commissions and other services required. The remaining 58% of management fees were used to pay for investment management and other general administration.

Barometer provides investment advice and co-ordinates trade execution on behalf of the Fund. Barometer receives a monthly management fee based on the net asset value of series A and F of the Fund, calculated daily and payable monthly from LAM. During the period, the Fund paid management fees of \$0.4 million and trustee fees of \$0.02 million. Series O management and performance fees are paid by the investor to the Manager.

### ***Brokerage Services***

The Fund may direct Blackmont Capital Inc. ("BCI"), an affiliated party to LAM, to execute trades in securities on its behalf provided that BCI's trade execution abilities and commissions are comparable to non-affiliated, qualified brokerage firms. During the period, the Fund did not execute any trades through BCI.

### ***Distribution Services***

BCI may distribute the Fund's units to its investors. In consideration for distributing and servicing investors' accounts, the Fund pays to BCI trailer fees based on the value of the Fund's units held in investors' accounts.

## Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the six-month period ended June 30, 2007 and the past three-year periods ended December, as applicable. This information is derived from the Fund's unaudited semi-annual financial statements and audited financial statements.

### The Fund's Net Assets per Unit\*

<b>SERIES A (commencement of operations on July 5, 2004)</b>	<b>6 Months ended June 30, 2007</b>	<b>12 Months ended Dec. 31, 2006</b>	<b>12 Months ended Dec. 31, 2005</b>	<b>Period from inception to Dec. 31, 2004</b>
<b>NET ASSETS, AT THE BEGINNING OF THE PERIOD <sup>(1) (4)</sup></b>	<b>\$14.02</b>	<b>\$14.17</b>	<b>\$13.49</b>	<b>\$13.26</b>
<b>Increase (decrease) from operations:</b>				
Total revenue	0.10	0.25	0.07	0.02
Total expenses	(0.28)	(0.41)	(0.57)	(0.29)
Realized gains (losses) for the period	0.83	(1.34)	1.14	(0.68)
Unrealized gains (losses) for the period	(0.53)	0.94	(0.10)	1.18
<b>Total increase (decrease) from operations <sup>(1)</sup></b>	<b>\$0.12</b>	<b>\$(0.56)</b>	<b>\$0.54</b>	<b>\$0.23</b>
<b>Distributions:</b>				
From income (excluding dividends)	—	—	—	—
From dividends	—	—	—	—
From capital gains	—	—	—	—
Return of capital	—	—	—	—
<b>Total distributions <sup>(1) (2)</sup></b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>
<b>NET ASSETS AT PERIOD END <sup>(1)</sup></b>	<b>\$14.08</b>	<b>\$14.18</b>	<b>\$14.17</b>	<b>\$13.49</b>

<b>SERIES F (commencement of operations on October 19, 2004)</b>	<b>6 Months ended June 30, 2007</b>	<b>12 Months ended Dec. 31, 2006</b>	<b>12 Months ended Dec. 31, 2005</b>	<b>Period from inception to Dec. 31, 2004</b>
<b>NET ASSETS, AT THE BEGINNING OF THE PERIOD <sup>(1) (4)</sup></b>	<b>\$14.29</b>	<b>\$14.30</b>	<b>\$13.39</b>	<b>\$13.38</b>
<b>Increase (decrease) from operations:</b>				
Total revenue	0.10	0.30	0.12	0.01
Total expenses	(0.21)	(0.28)	(0.93)	(0.16)
Realized gains (losses) for the period	0.81	(1.89)	1.87	(0.38)
Unrealized gains (losses) for the period	(0.56)	0.83	(0.17)	0.66
<b>Total increase (decrease) from operations <sup>(1)</sup></b>	<b>\$0.14</b>	<b>\$(1.04)</b>	<b>\$0.89</b>	<b>\$0.13</b>
<b>Distributions:</b>				
From income (excluding dividends)	—	—	—	—
From dividends	—	—	—	—
From capital gains	—	—	—	—
Return of capital	—	—	—	—
<b>Total distributions <sup>(1) (2)</sup></b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>
<b>NET ASSETS AT PERIOD END <sup>(1)</sup></b>	<b>\$14.46</b>	<b>\$14.46</b>	<b>\$14.30</b>	<b>\$13.39</b>

\*Footnotes for the tables are found at the end of the Financial Highlights section.

## The Fund's Net Assets per Unit

SERIES O (commencement of operations on September 17, 2004)	6 Months ended June 30, 2007	12 Months ended Dec. 31, 2006	12 Months ended Dec. 31, 2005	Period from inception to Dec. 31, 2004
<b>NET ASSETS,</b>				
<b>AT THE BEGINNING OF THE PERIOD <sup>(1) (4)</sup></b>	<b>\$15.27</b>	<b>\$15.00</b>	<b>\$13.69</b>	<b>\$13.10</b>
<b>Increase (decrease) from operations:</b>				
Total revenue	0.10	0.26	0.14	0.05
Total expenses <sup>(3)</sup>	(0.14)	(0.08)	(1.10)	(0.66)
Realized gains (losses) for the period	0.91	(1.67)	2.21	(1.53)
Unrealized gains (losses) for the period	(0.46)	0.58	(0.20)	2.66
<b>Total increase (decrease) from operations <sup>(1)</sup></b>	<b>\$0.41</b>	<b>\$(0.91)</b>	<b>\$1.05</b>	<b>\$0.52</b>
<b>Distributions:</b>				
From income (excluding dividends)	—	—	—	—
From dividends	—	—	—	—
From capital gains	—	—	—	—
Return of capital	—	—	—	—
<b>Total distributions <sup>(1) (2)</sup></b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>
<b>NET ASSETS AT PERIOD END <sup>(1)</sup></b>	<b>\$15.49</b>	<b>\$15.44</b>	<b>\$15.00</b>	<b>\$13.69</b>

<sup>(1)</sup> Net assets per unit and distributions per unit are based on the actual number of units outstanding for the relevant series at the relevant time. The increase (decrease) in net assets from operations per unit is based on the weighted average number of units outstanding for the relevant series over the financial period.

<sup>(2)</sup> Distributions were paid in cash and/or reinvested in additional units of the Fund.

<sup>(3)</sup> The total expenses for Series O exclude management fees and performance fees as these are negotiated between the Manager and individual investors.

<sup>(4)</sup> The Canadian Securities Administrators issued a notice and request for comments to the proposed amendments to NI -81-106, form 81-106F1 and 81-106CP on June 1, 2007. The proposed amendments permit investment funds to have two different net asset values: one for financial statements prepared in accordance with Section 3855 (referred to as "Net Assets" in the proposal) and one for the purchase and redemption price of an investment fund (referred to as "Net Asset Value" in the proposal). Net Assets require bid prices (for long securities) or ask prices (for securities held short) to be used in the fair valuation of investments, whereas Net Asset Value uses closing sale prices. The provisions of Section 3855 have been applied retroactively without restatement of prior periods. Accordingly, the net assets at the beginning of the current period has been adjusted as follows:

Net Assets per unit, beginning of period – Adjustment

Class A	<b>(0.16)</b>
Class F	<b>(0.17)</b>
Class O	<b>(0.17)</b>

**Ratios and Supplemental Data (Figures based on net asset values)**

<b>SERIES A (commencement of operations on July 5, 2004)</b>	<b>June 30, 2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>
Net asset value (000's) <sup>(1)</sup>	\$33,849	\$46,792	\$23,435	\$9,168
Number of units outstanding <sup>(1)</sup>	2,399,793	3,299,404	1,654,153	679,685
Management expense ratio <sup>(2)</sup>	2.58%	3.08%	4.85%	5.23%
Management expense ratio before waivers or absorption	3.15%	3.19%	5.74%	6.10%
Pro-forma management expense ratio <sup>(3)</sup>	2.40%	N/A	N/A	N/A
Portfolio turnover rate <sup>(4)</sup>	299.48%	852.57%	759.14%	157.63%
Trading expense ratio <sup>(5)</sup>	1.38%	0.86%	0.64%	0.28%
Net asset value per unit	\$14.10	—	—	—
<b>SERIES F (commencement of operations on October 19, 2004)</b>	<b>June 30, 2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>
Net asset value (000's) <sup>(1)</sup>	\$296	\$1,155	\$319	\$68
Number of units outstanding <sup>(1)</sup>	20,451	79,896	22,307	5,112
Management expense ratio <sup>(2)</sup>	1.68%	1.98%	3.41%	1.60%
Management expense ratio before waivers or absorption	1.94%	2.10%	4.24%	5.07%
Pro-forma management expense ratio <sup>(3)</sup>	1.34%	N/A	N/A	N/A
Portfolio turnover rate <sup>(4)</sup>	299.48%	852.57%	759.14%	157.63%
Trading expense ratio <sup>(5)</sup>	1.38%	0.86%	0.64%	0.28%
Net asset value per unit	\$14.48	—	—	—
<b>SERIES O (commencement of operations on September 17, 2004)</b>	<b>June 30, 2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>
Net asset value (000's) <sup>(1)</sup>	\$2,918	\$5,524	\$2,654	\$755
Number of units outstanding <sup>(1)</sup>	188,000	357,776	176,928	55,142
Management expense ratio <sup>(2)(6)</sup>	0.53%	0.50%	0.49%	0.40%
Management expense ratio before waivers or absorption	1.00%	0.63%	1.27%	3.36%
Pro-forma management expense ratio <sup>(3)</sup>	0.21%	N/A	N/A	N/A
Portfolio turnover rate <sup>(4)</sup>	299.48%	852.57%	759.14%	157.63%
Trading expense ratio <sup>(5)</sup>	1.38%	0.86%	0.64%	0.28%
Net asset value per unit	\$15.52	—	—	—

<sup>(1)</sup> This information is provided as at December 31 of the year shown except in 2007, it is provided as at June 30.

<sup>(2)</sup> Management expense ratio is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net assets during the period.

<sup>(3)</sup> On or about August 1, 2007, the operating expense of the Fund will be fixed. The pro-forma management expense ratio shown assumes that the fixed rate had been in effect for all of the period January 1 to June 30, 2007.

<sup>(4)</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio adviser manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

<sup>(5)</sup> The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

<sup>(6)</sup> The MER for series O excludes management fees and performance fees as these are negotiated between the Manager and individual investors.

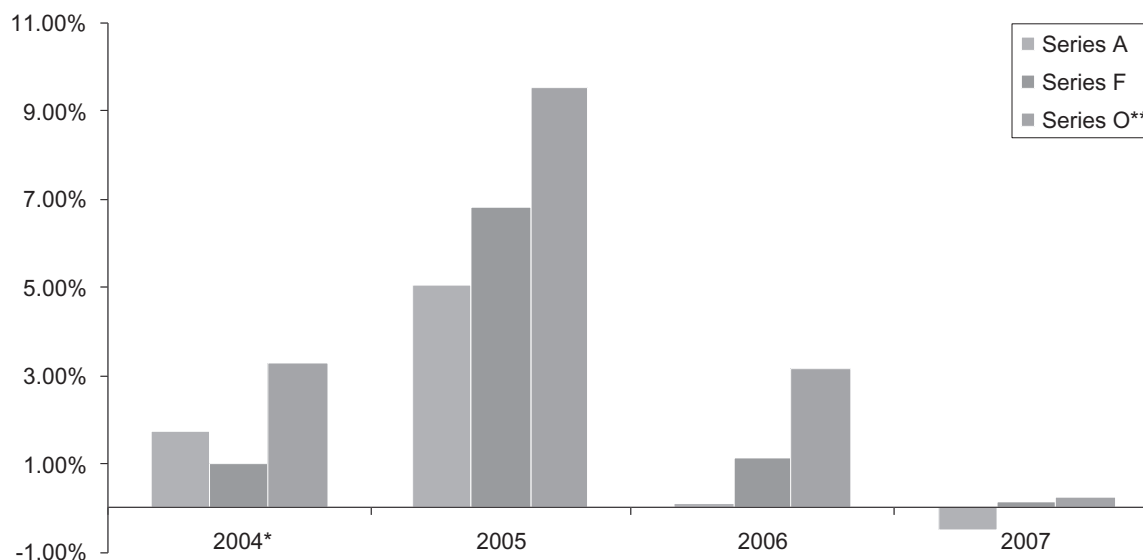
## Past Performance

The following chart and table show the past performance for each series of the Fund. The performance information shown assumes that all distributions made by the Fund in the period shown were reinvested in additional units of the relevant series of the Fund. Also, the information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance. How the Fund performed in the past does not necessarily indicate how it will perform in the future.

All rates of return are based on Net Asset Values.

## Year-by-Year Returns

The following bar chart shows the annual performance for each series of the Fund for the six-month period ending June 30, 2007 and each of the years shown and illustrates how the Fund's performance has changed from year to year. The chart shows, in percentage terms, how much an investment held on the first day of each financial year would have increased or decreased by the last day of each financial year for each series of the Fund.



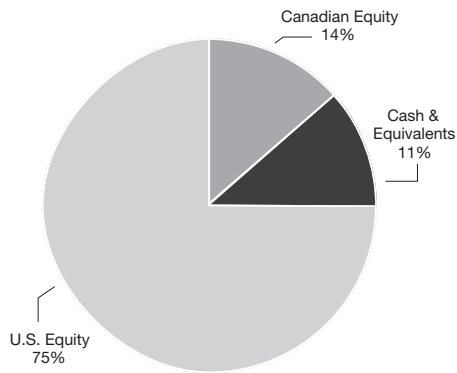
\* Returns for 2004 represents a partial year, with series A beginning July 5th, series F beginning October 19th, and series O beginning September 17th.

\*\* Series O returns do not include management fees or performance fees as these are negotiated between the Manager and individual investors.

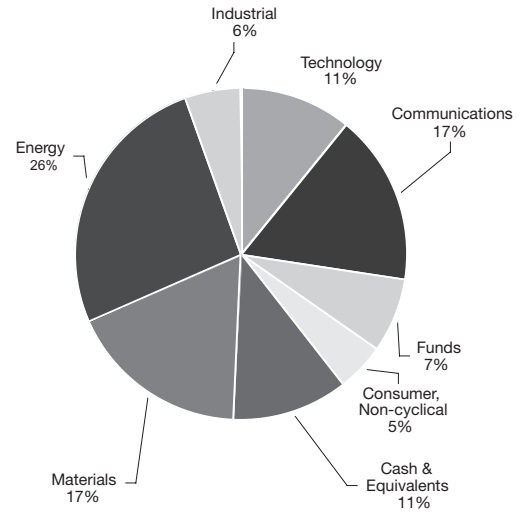
## Summary of Investment Portfolio

Total net asset value of the Fund: \$37.1 million

### Asset Mix



### Sector Mix



**Top 25 Holdings**

	<b>Issuer</b>	<b>Sub-Industry</b>	<b>% of Net Asset Value</b>
1.	Research In Motion Ltd	Technology	4.9%
2.	UltraShort S&P500 ProShares	Funds	4.2%
3.	Freeport-McMoRan Copper & Gold Inc.	Materials	4.1%
4.	Priceline.com Inc	Communications	4.0%
5.	ENSCO International Inc	Energy	4.0%
6.	Terra Industries Inc	Materials	3.8%
7.	Apple Computer Inc	Technology	3.6%
8.	Google Inc	Communications	3.5%
9.	Monsanto Co	Materials	3.5%
10.	Fording Canadian Coal Trust	Energy	3.3%
11.	Vimpel-Communications	Communications	3.2%
12.	America Movil SA de CV	Communications	3.2%
13.	Zoltek Cos Inc	Materials	3.2%
14.	PetroHawk Energy Corp	Energy	3.1%
15.	Devon Energy Corp	Energy	3.1%
16.	Terex Corp	Industrial	3.0%
17.	Grant Prideco Inc	Energy	3.0%
18.	Teck Cominco Ltd	Materials	2.9%
19.	UltraShort QQQ ProShares	Funds	2.9%
20.	XTO Energy Inc	Energy	2.8%
21.	Petrohawk Energy Corp	Energy	2.8%
22.	Millicom International Cellular SA	Communications	2.8%
23.	Corrections Corp of America	Consumer, Non-cyclical	2.7%
24.	Foster Wheeler Ltd	Industrial	2.6%
25.	Hewlett-Packard Co	Technology	2.6%

This summary of investment portfolio may change, due to ongoing portfolio transactions and is updated and available 60 days after quarter end. To obtain a copy of this or for more information, please contact us at 1-800-205-8175 or email us at [info@lakeviewfunds.com](mailto:info@lakeviewfunds.com).



# LAKEVIEW

ASSET MANAGEMENT™

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You can find more information about each Fund in its AIF, the Fund's management reports of fund performance and the Fund's financial statements. These documents are incorporated by reference into this Simplified Prospectus, which means that they legally form part of this document just as if they were printed as part of this document.

You can get a copy of these documents, at your request, and at no cost, by calling 1-800-205-8175, from your dealer or by e-mail at [info@lakeviewfunds.com](mailto:info@lakeviewfunds.com). These documents and other information about the Funds, such as information circulars and material contracts, are also available on our internet site at [www.lakeviewfunds.com](http://www.lakeviewfunds.com) or at [www.sedar.com](http://www.sedar.com).