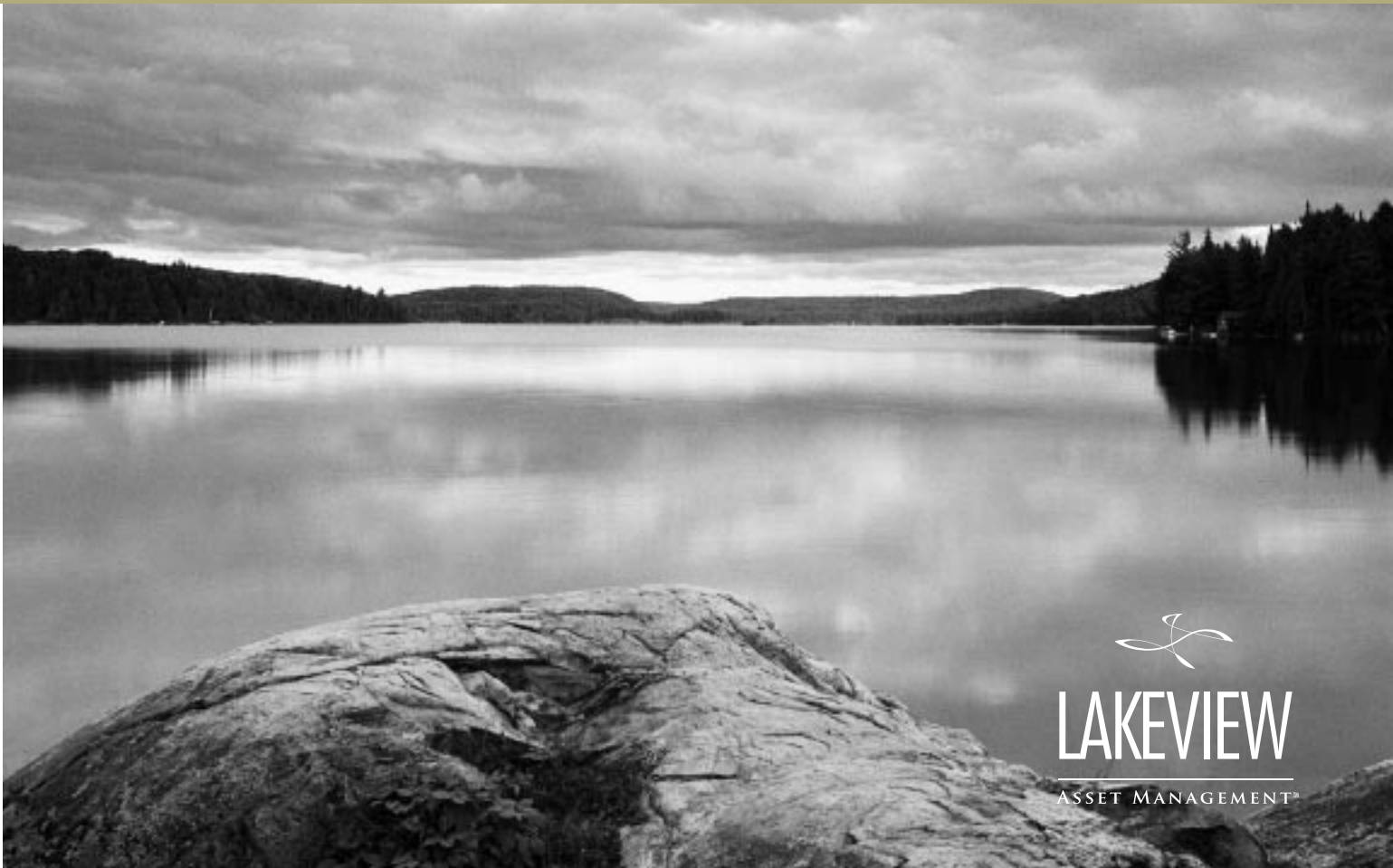




SEMI-ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

For the period ending June 30, 2007

LAKEVIEW DISCIPLINED LEADERSHIP HIGH INCOME 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 High Income 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 or SEDAR at 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 to \$186.5 million from December 31, 2006 to June 30, 2007. This decrease in assets was attributable to net redemptions of \$47.4 million and distributions of \$8.9 million. The Fund had positive performance of \$18.0 million for the period. The Fund's six-month return for Series A units, Series F and Series O units were 7.6%, 7.9% and 9.2%, respectively, compared to the benchmark's return of 4.7% for the same period. The benchmark is a combination of the S&P/TSX Canadian Bond Index (50%) and S&P/TSX Capped Income Trust Total Return Index (50%).

Interest rate speculation in both the U.S. and Canada was benign in the first quarter and more active in the second. Real rates went higher for 10-year bonds on news of both inflationary pressure and renewed global growth. By mid-June, the U.S. made it clear it would not change interest rates, up or down. The Bank of Canada hinted to a possible increase in July, but with a galloping loonie and the provinces pleading not to raise rates, it is questionable whether it will happen or not.

During the period, the trust sector, which in the last four years has been an important part of our strategy, continued in recovery mode. The total return for the S&P/TSX Capped Income Trust Index from the government's tax announcement on trusts on October 31, 2006 to the end of June was 19.87%. This demonstrates that income trusts will eventually rebound to higher valuations as we move forward. From a sector perspective, income trusts have been faced with cross currents of relatively weak performance for energy trusts and stronger performance for business and utility trusts. We are seeing a bearish trend developing in the REIT sector as real bond rates moved higher. Although we have reduced our exposure in this sector, we continue to see great value and yield in real estate. Also, as REITs will not be taxed under new income trust legislation, scarcity factors will cause valuations to move upward over time.

We have maintained our overweight in the consumer and industrial sectors and reduced our exposure to REITs. We had reduced our position in the energy sector over the last year, but we have recently increased our exposure due to an improved outlook. In the index, 32 trusts had distribution increases while 23 had cuts. Eleven trusts in our portfolios had distribution increases while only two trusts had a cut. In view of this, rising inflation makes trusts far more attractive than bonds.

Recent Developments

The private equity and strategic investors continue to look at acquiring more trusts. Premiums are still averaging 15%-30% over market prices. For example, we hold Dundee REIT and CCS Income (waste management), which have achieved returns of 17.25% and 26.36% respectively, on pending acquisition. We also had a 28.11% return with Canada Cartage (transportation) and 24.54% with Custom Direct (chequing).

On the legislative side, most of the uncertainty has now been removed. The only issue still at stake relates to taxation issues for a trust to be converted to an equity security. In the meantime, we can concentrate on producing returns in a more positive environment. In addition, continued market inefficiencies in the trust sector are creating good investment opportunities.

Since our income mandate allows for preferred shares, corporate bonds, convertible bonds and other income-producing securities, we consider them an option, when appropriate.

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 amendment to the prospectus filed on SEDAR at 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").

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 \$1.7 million and trustee fees of \$0.1 million. Series O management and performance fees are paid by the investor to the Manager.

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.

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-months 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*

SERIES A (commencement of operations on July 5, 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
NET ASSETS,				
AT THE BEGINNING OF THE PERIOD ^{(1) (4)}	\$12.67	\$13.67	\$11.87	\$10.00
Increase (decrease) from operations:				
Total revenue	0.50	1.12	1.05	0.49
Total expenses	(0.15)	(0.31)	(0.38)	(0.30)
Realized gains (losses) for the period	0.59	0.41	0.52	0.24
Unrealized gains (losses) for the period	0.22	(1.32)	1.39	1.76
Total increase (decrease) from operations ⁽¹⁾	\$1.16	\$(0.10)	\$2.58	\$2.19
Distributions:				
From income (excluding dividends)	—	(0.48)	(0.31)	(0.04)
From dividends	(0.42)	(0.10)	(0.16)	(0.04)
From capital gains	—	(0.13)	(0.25)	(0.10)
Return of capital	—	(0.15)	(0.11)	(0.13)
Total distributions ^{(1) (2)}	\$(0.42)	\$(0.86)	\$(0.83)	\$(0.31)
NET ASSETS AT PERIOD END ⁽¹⁾	\$13.28	\$12.73	\$13.67	\$11.87
SERIES F (commencement of operations on July 28, 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
NET ASSETS,				
AT THE BEGINNING OF THE PERIOD ^{(1) (4)}	\$12.78	\$13.66	\$11.78	\$10.17
Increase (decrease) from operations:				
Total revenue	0.55	1.09	1.14	0.45
Total expenses	(0.11)	(0.22)	(0.41)	(0.27)
Realized gains (losses) for the period	0.38	0.28	0.56	0.22
Unrealized gains (losses) for the period	0.43	(1.05)	1.50	1.60
Total increase (decrease) from operations ⁽¹⁾	\$1.25	\$0.10	\$2.79	\$2.00
Distributions:				
From income (excluding dividends)	—	(0.48)	(0.32)	(0.04)
From dividends	(0.42)	(0.10)	(0.14)	(0.04)
From capital gains	—	(0.13)	(0.25)	(0.10)
Return of capital	—	(0.15)	(0.12)	(0.13)
Total distributions ^{(1) (2)}	\$(0.42)	\$(0.86)	\$(0.83)	\$(0.31)
NET ASSETS AT PERIOD END ⁽¹⁾	\$13.47	\$12.85	\$13.66	\$11.78

*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 8, 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
NET ASSETS,				
AT THE BEGINNING OF THE PERIOD ^{(1) (4)}	\$13.73	\$14.44	\$12.10	\$10.53
Increase (decrease) from operations:				
Total revenue	0.54	1.21	1.21	0.38
Total expenses ⁽³⁾	(0.03)	(0.04)	(0.44)	(0.23)
Realized gains (losses) for the period	0.61	0.45	0.60	0.18
Unrealized gains (losses) for the period	0.29	(1.73)	1.60	1.34
Total increase (decrease) from operations ⁽¹⁾	\$1.41	\$(0.11)	\$2.97	\$1.67
Distributions:				
From income (excluding dividends)	—	(0.48)	(0.33)	(0.03)
From dividends	(0.42)	(0.10)	(0.08)	(0.03)
From capital gains	—	(0.13)	(0.29)	(0.08)
Return of capital	—	(0.15)	(0.14)	(0.10)
Total distributions ^{(1) (2)}	\$(0.42)	\$(0.86)	\$(0.84)	\$(0.24)
NET ASSETS AT PERIOD END ⁽¹⁾	\$14.58	\$13.80	\$14.44	\$12.10

⁽¹⁾ 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.

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

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

⁽⁴⁾ 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	(0.06)
Class F	(0.07)
Class O	(0.07)

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

SERIES A (commencement of operations on July 5, 2004)	June 30, 2007	2006	2005	2004
Net asset value (000's) ⁽¹⁾	\$174,696	\$203,456	\$219,591	\$139,059
Number of units outstanding ⁽¹⁾	13,100,577	15,976,376	16,062,153	11,716,695
Management expense ratio ⁽²⁾	2.13%	2.51%	3.41%	5.73%
Management expense ratio before waivers or absorption	2.30%	2.57%	3.51%	5.78%
Pro-forma management expense ratio ⁽³⁾	2.28%	N/A	N/A	N/A
Portfolio turnover rate ⁽⁴⁾	22.58%	96.83%	79.06%	52.02%
Trading expense ratio ⁽⁵⁾	0.25%	0.26%	0.26%	0.17%
Net asset value per unit	\$13.33	—	—	—
SERIES F (commencement of operations on July 28, 2004)	June 30, 2007	2006	2005	2004
Net asset value (000's) ⁽¹⁾	\$2,102	\$6,858	\$11,775	\$1,924
Number of units outstanding ⁽¹⁾	155,379	533,733	861,830	163,289
Management expense ratio ⁽²⁾	1.37%	1.61%	2.37%	8.35%
Management expense ratio before waivers or absorption	1.48%	1.67%	2.46%	8.80%
Pro-forma management expense ratio ⁽³⁾	1.22%	N/A	N/A	N/A
Portfolio turnover rate ⁽⁴⁾	22.58%	96.83%	79.06%	52.02%
Trading expense ratio ⁽⁵⁾	0.25%	0.26%	0.26%	0.17%
Net asset value per unit	\$13.56	—	—	—
SERIES O (commencement of operations on September 8, 2004)	June 30, 2007	2006	2005	2004
Net asset value (000's) ⁽¹⁾	\$10,485	\$15,155	\$11,902	\$7,302
Number of units outstanding ⁽¹⁾	716,109	1,097,827	824,051	603,509
Management expense ratio ⁽²⁾⁽⁶⁾	0.25%	0.24%	0.19%	0.15%
Management expense ratio before waivers or absorption	0.41%	0.31%	0.28%	0.54%
Pro-forma management expense ratio ⁽³⁾	0.20%	N/A	N/A	N/A
Portfolio turnover rate ⁽⁴⁾	22.58%	96.83%	79.06%	52.02%
Trading expense ratio ⁽⁵⁾	0.25%	0.26%	0.26%	0.17%
Net asset value per unit	\$14.64	—	—	—

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

⁽²⁾ 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.

⁽³⁾ 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.

⁽⁴⁾ 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.

⁽⁵⁾ 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.

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

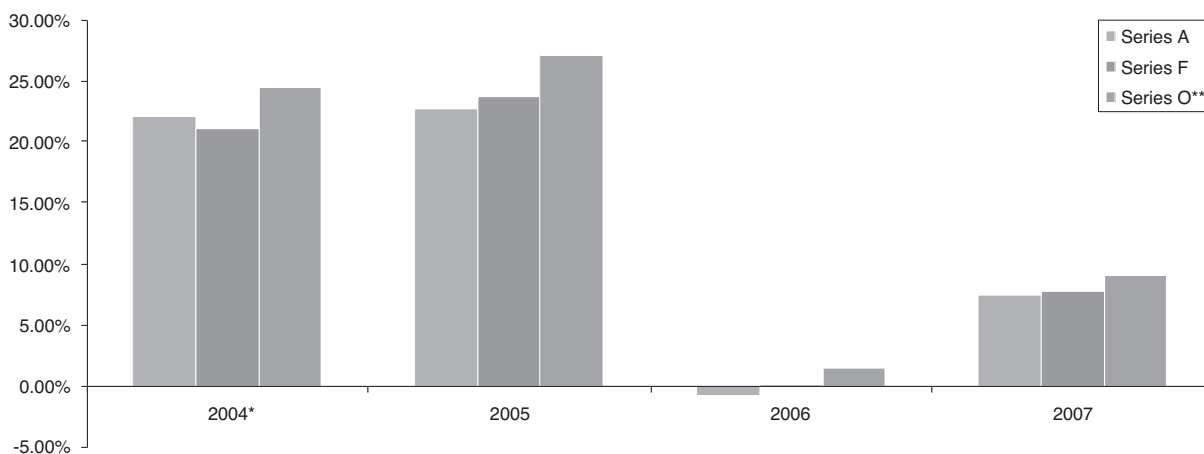
Past Performance

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 Fund's six-month performance to June 30, 2007 and annual performance for each series of the Fund for 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.



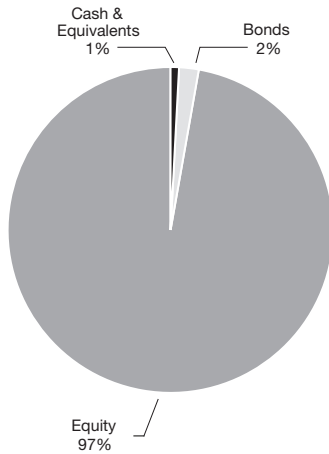
* Returns for 2004 represents a partial year, with series A beginning July 5th, series F beginning July 28th, and series O beginning September 8th.

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

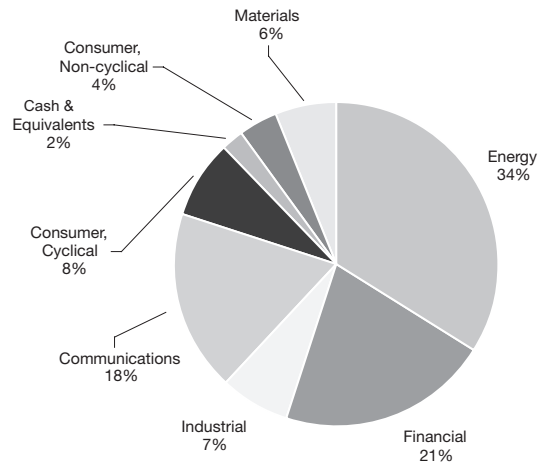
Summary of Investment Portfolio

Total net asset value of the Fund: \$187.3 million

Asset Mix



Sector Mix



Top 25 Holdings

	Issuer	Sub-Industry	% of Net Asset Value
1.	Aeroplan Income Fund	Communications	4.0%
2.	BCE Inc	Communications	3.8%
3.	H&R Real Estate Investment	Financial	3.7%
4.	Westshore Terminals Inc.	Consumer, Cyclical	3.7%
5.	Inter Pipeline Fund	Energy	3.6%
6.	CCS Income Trust	Energy	3.6%
7.	Trinidad Energy Services Income Trust	Energy	3.4%
8.	Canadian Oil Sands Trust	Energy	3.4%
9.	Student Transportation of America Inc.	Industrial	3.2%
10.	TELUS Corp	Communications	3.2%
11.	CML Healthcare Income Fund	Consumer, Non-cyclical	3.1%
12.	Freeport-McMoRan Copper & Gold Inc	Materials	3.1%
13.	Yellow Pages Income Fund	Communications	3.0%
14.	Bell Aliant Regional Communications Income Fund	Communications	3.0%
15.	Dundee Real Estate Investment Trust	Financial	2.9%
16.	Pembina Pipeline Income Fund	Energy	2.8%
17.	Vermilion Energy Trust	Energy	2.6%
18.	Spectra Energy Income Fund	Energy	2.5%
19.	Enerplus Resources Fund	Energy	2.5%
20.	ARC Energy Trust	Energy	2.4%
21.	RioCan Real Estate Investment Trust	Financial	2.3%
22.	Morneau Sobeco Income Fund	Financial	2.2%
23.	BFI Canada Income Fund	Industrial	2.2%
24.	Freehold Royalty Trust	Energy	2.1%
25.	Boston Pizza Royalties Income Fund	Consumer, Cyclical	2.1%

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.



LAKEVIEW

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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. 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 or at www.sedar.com.