

Condensed Interim Financial Statements (unaudited)

# **ACADIAN CORE INTERNATIONAL EQUITY FUND**

June 30, 2018

## **NOTICE TO THE READER**

The enclosed semi-annual financial statements have not been reviewed by the external auditors of the Fund.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Statements of Financial Position (unaudited)

As at June 30, 2018 and December 31, 2017

	June 30, 2018	December 31, 2017
<b>Assets</b>		
Cash	\$ 961,430	\$ 958,494
Receivable for securities sold	1,628,003	7,305
Subscriptions receivable	8,022	6,135
Accrued dividend receivable	238,225	147,467
Investments, at fair value	73,008,858	71,380,797
Total assets	75,844,538	72,500,198
<b>Liabilities</b>		
Payable for securities purchased	2,175,366	-
Redemptions payable	137,523	118,003
Accrued expenses	71,273	75,923
Total liabilities	2,384,162	193,926
Net assets attributable to holders of redeemable units	\$ 73,460,376	\$ 72,306,272
Redeemable units (note 3)	9,666,443	9,971,656
Net assets attributable to holders of redeemable units per unit	\$ 7.60	\$ 7.25

See accompanying notes to financial statements.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Statements of Comprehensive Income (unaudited)

Six months ended June 30

	2018	2017
<b>Income:</b>		
Interest income for distribution purposes	\$ 46	\$ 133
Dividends	1,489,530	1,102,687
Revenue from securities lending (note 7)	11,423	13,784
Other changes in fair value of investments:		
Net realized gain on sale of investments	4,099,730	6,079,238
Net realized gain (loss) on derivatives	10,517	(12,823)
Net foreign exchange gain (loss) on cash	(15,439)	6,199
Net other gain	11,606	32,887
Net change in unrealized appreciation (depreciation) of investments	(1,861,916)	3,417,942
<b>Total income</b>	<b>3,745,497</b>	<b>10,640,047</b>
<b>Expenses:</b>		
Custodial fees	49,355	51,388
Operating fees	843	4,959
Audit fees	17,356	17,356
Legal fees	-	-
Filing fees	2,976	2,976
Investment performance monitoring fees	-	4,959
Securityholder reporting costs	1,488	1,488
Independent Review Committee fees (note 8)	3,720	3,720
Transaction costs	44,018	35,281
Withholding taxes	167,242	108,591
Harmonized sales tax	9,459	10,904
<b>Total expenses</b>	<b>296,457</b>	<b>241,622</b>
<b>Increase in net assets attributable to holders of redeemable units</b>	<b>\$ 3,449,040</b>	<b>\$ 10,398,425</b>
<b>Increase in net assets attributable to holders of redeemable units per unit</b> (based on the weighted average number of units outstanding during the period)	<b>\$ 0.35</b>	<b>\$ 1.03</b>

See accompanying notes to financial statements.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

Six months ended June 30

	2018	2017
Net assets attributable to holders of redeemable units, beginning of period	\$72,306,272	\$70,084,547
Increase in net assets attributable to holders of redeemable units	3,449,040	10,398,425
Distributions paid or payable to holders of redeemable units:		
From net investment income	-	(459,124)
Redeemable unit transactions (note 3):		
Issuance of units	2,146,273	929,106
Reinvestment of distributions	-	459,124
Redemption of units	(4,441,209)	(16,154,634)
Net decrease from redeemable unit transactions	(2,294,936)	(14,766,404)
Net increase (decrease) in net assets attributable to holders of redeemable units	1,154,104	(4,827,103)
Net assets attributable to holders of redeemable units, end of period	\$73,460,376	\$ 65,257,444

See accompanying notes to financial statements.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Statements of Cash Flows (unaudited)

Six months ended June 30

	2018	2017
Cash flows from operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 3,449,040	\$ 10,398,425
Change in non-cash operating working capital:		
Net change in unrealized foreign exchange gain (loss) on cash	15,439	(6,199)
Net realized gain on sale of investments	(4,099,730)	(6,079,238)
Net change in unrealized (appreciation) depreciation of investments	1,861,916	(3,417,942)
Purchase of investments	(25,590,478)	(25,841,664)
Proceeds from the sale of investments	26,754,899	40,517,808
Accrued dividend receivable	(90,758)	(26,236)
Accrued expenses	(4,650)	(37,696)
Cash provided by operating activities	2,295,678	15,507,258
Cash flows from financing activities:		
Amount received from the issuance of units	2,144,386	937,970
Amount paid on redemptions of units	(4,421,689)	(16,500,307)
Cash used in financing activities	(2,277,303)	(15,562,337)
Increase (decrease) in cash	18,375	(55,079)
Net change in unrealized foreign exchange gain (loss) on cash	(15,439)	6,199
Cash, beginning of period	958,494	535,224
Cash, end of period	\$ 961,430	\$ 486,344
Supplemental cash flow information:		
Interest received	\$ 46	\$ 133
Dividends received, net of withholding taxes	1,231,530	967,860

See accompanying notes to financial statements.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Schedule of Investments (unaudited)

June 30, 2018

	Number of Shares	Average Cost \$	Fair Value \$
<b>COMMON AND PREFERRED SHARES — 99.39%</b>			
<b>Australia — 9.68%</b>			
Aristocrat Leisure Ltd.	47,321	925,939	1,421,160
Bluescope Steel Ltd.	56,139	875,113	941,751
Cochlear Ltd.	809	152,605	157,391
Codan Ltd.	19,633	24,915	57,245
Computershare Ltd.	36,042	634,908	645,602
Data# 3 Ltd.	15,663	11,708	24,357
Macquarie Group Ltd.	11,432	1,276,124	1,373,874
Newcrest Mining Ltd.	12,961	269,293	274,616
Qantas Airways Ltd.	219,858	482,498	1,316,296
Rio Tinto Ltd.	2,630	211,561	213,285
South32 Ltd.	195,357	710,200	685,436
		<b>5,574,864</b>	<b>7,111,013</b>
<b>Austria — 1.26%</b>			
FACC AG	4,765	73,011	117,240
Kapsch TrafficCom AG	861	36,478	51,043
OMV AG	9,389	640,134	700,386
Strabag SE	1,109	35,831	57,059
		<b>785,454</b>	<b>925,728</b>
<b>Belgium — 0.67%</b>			
Agfa Gevaert NV	3,449	13,620	19,070
Atenor Group SA	351	26,417	25,876
Groupe Bruxelles Lambert SA	3,100	445,809	430,027
Jensen-Group NV	267	16,242	14,147
		<b>502,088</b>	<b>489,120</b>
<b>Brazil — 0.77%</b>			
Camil Alimentos SA	32,500	103,836	73,339
Companhia de Ferro Ligas da Bahia	15,900	97,484	99,484
Construtora Tenda SA	11,600	82,810	94,592
IRB Brasil Resseguros SA	18,300	278,586	296,764
		<b>562,716</b>	<b>564,179</b>
<b>China — 0.53%</b>			
China Construction Bank Corp., Class 'H'	71,000	69,870	86,308
Delong Holdings Ltd.	12,200	16,992	62,146
Dutech Holdings Ltd.	43,100	19,979	12,578
Hopefluent Group Holdings Ltd.	56,000	20,415	31,737
Industrial and Commercial Bank of China, Class 'H'	24,000	23,694	23,622
JQW PLC	24,995	16,020	—
PetroChina Co. Ltd., Series 'H'	150,000	141,225	150,149
Sinotruk (Hong Kong) Ltd.	10,000	10,036	21,663
		<b>318,231</b>	<b>388,203</b>
<b>Colombia — 0.03%</b>			
Interconexion Electrica SA	1,642	9,671	10,737
Organizacion Terpel SA	2,028	10,621	10,455
		<b>20,292</b>	<b>21,192</b>
<b>Denmark — 1.59%</b>			
Djurslands Bank AS	330	16,851	16,054
GronlandsBANKEN AS	167	22,509	20,724
H. Lundbeck AS	12,226	554,021	1,130,060
		<b>593,381</b>	<b>1,166,838</b>
<b>Finland — 3.22%</b>			
Alma Media OYJ	2,341	27,633	23,730
Atria OYJ	1,307	18,372	20,876
Marimekko OYJ	2,211	48,560	50,597
Neste Oil OYJ	8,693	732,396	897,199
Poyry OYJ	2,650	23,006	24,583
Raute OYJ	539	18,013	26,242
Stora Enso OYJ, Series 'R'	40,625	959,396	1,045,724
Talenom OYJ	977	17,554	22,808
UPM-Kymmene Corp. OYJ	5,379	120,774	252,963
		<b>1,965,704</b>	<b>2,364,722</b>
<b>France — 8.18%</b>			
Aéroports de Paris	361	88,307	107,396
Bongrain SA	173	14,057	19,928
CBo Territoria	6,331	38,589	37,046
Compagnie des Alpes	5,688	144,785	256,837
Credit Agricole Ile de France	503	63,814	70,610
Credit Agricole Toulouse 31	38	4,564	6,653
Dassault Systèmes SA	696	119,617	128,274
Esso S.A.F.	313	32,608	23,171
Gaumont SA	126	23,949	28,157
Groupe Crit	195	14,104	24,049
Groupe Partouche SA, Registered	66	3,362	2,534
Infotel SA	248	19,229	20,682
Ipsen SA	4,602	273,431	949,586
Ipsos	3,278	132,922	147,411
Lectra	381	7,371	11,516
L'Oréal SA	4,603	1,457,087	1,495,206
Manitou BF SA	904	20,465	44,776
PSA Peugeot Citroën SA	37,516	807,894	1,127,029

PSB Industries	376	28,082	28,297
SAMSE SA	58	15,808	14,342
Societe Marseillaise du Tunnel Prado Carenage SA	134	4,124	4,559
Sogeclair	307	16,121	20,746
Synergie SA	1,710	41,122	110,830
Ubisoft Entertainment SA	9,017	95,261	1,301,510
Vetoquinol SA	344	18,635	27,262
		<b>3,485,308</b>	<b>6,008,407</b>
<b>Germany — 5.28%</b>			
Adler Modemaerkte AG	2,233	19,167	12,312
Allianz AG, Registered	1,780	479,430	483,941
BASF SE	5,449	737,909	685,494
Bauer AG	1,611	51,413	46,813
Beiersdorf AG	630	85,474	94,088
Biotest AG	1,956	39,906	74,352
Blue Cap AG	638	24,343	26,457
Deutsche Lufthansa AG, Registered	32,078	696,157	1,014,902
DMG Mori Seiki AG	679	52,335	48,701
Eckert & Ziegler AG	1,570	72,579	90,062
ELMOS Semiconductor AG	1,826	28,954	63,381
Francotyp-Postalia Holding AG	6,048	41,459	31,489
Hornbach Holding AG & CO. KGaA	567	61,896	53,817
IVU Traffic Technologies AG	2,635	20,913	19,061
KSB SE & Co. KGaA	59	31,189	32,123
Mensch und Maschine Software SE	4,071	56,076	146,933
Noratis AG	487	21,972	16,081
SAP AG	3,461	486,982	525,978
Schloss Wachenheim AG	561	12,961	16,715
TAG Immobilien AG	655	14,830	18,943
TUI AG	3,646	96,565	105,443
Uniper SE	6,963	249,200	273,129
		<b>3,381,710</b>	<b>3,880,215</b>
<b>Guernsey — 0.07%</b>			
Doric Nimrod Air Three Ltd.	9,562	15,740	16,441
Eurocastle Investment Ltd.	3,037	38,233	33,770
		<b>53,973</b>	<b>50,211</b>
<b>Hong Kong — 1.36%</b>			
Allied Group Ltd.	6,000	51,291	49,295
China Merchants China Direct Investments Ltd.	30,000	58,461	57,545
Clear Media Ltd.	11,000	16,374	11,066
CLP Holdings Ltd.	45,500	603,869	644,651
Cross-Harbour (Holdings) Ltd. (The)	9,000	18,031	19,738
FSE Services Group Ltd.	145,000	61,805	66,129
Hang Seng Bank Ltd.	500	15,813	16,449
Le Saunda Holdings Ltd.	44,000	9,236	9,517
Lion Rock Group Ltd.	76,000	19,060	17,458
Lung Kee (Bermuda) Holdings Ltd.	58,000	30,822	38,802
Ming Fai International Holdings Ltd.	82,000	15,450	14,711
Road King Infrastructure Ltd.	10,000	19,977	23,004
Sing Tao News Corp. Ltd.	68,000	11,793	11,060
Wheelock and Co. Ltd.	2,000	11,584	18,326
		<b>943,566</b>	<b>997,751</b>
<b>Indonesia — 0.16%</b>			
Indo Tambangraya Megah PT	22,900	33,913	47,035
Mitrabara Adiperdana TBK PT	53,400	19,694	17,353
PT Paninvest TBK	128,400	14,605	12,612
PT Wijaya Karya Bangunan Gedung	1,973,000	48,338	37,310
		<b>116,550</b>	<b>114,310</b>
<b>Ireland — 0.75%</b>			
ICON PLC	3,177	<b>185,690</b>	<b>553,867</b>
<b>Israel — 0.41%</b>			
Bank Hapoalim Ltd.	2,459	18,610	21,871
Dor Alon Energy In Israel (1988) Ltd.	1,087	20,001	16,988
First International Bank of Israel Ltd.	3,993	106,838	109,556
Knafaim Holdings Ltd.	1,221	11,868	5,024
Naphtha Israel Petroleum Corp. Ltd.	5,142	40,047	39,599
Plus500 Ltd.	3,894	56,453	109,219
		<b>253,817</b>	<b>302,257</b>
<b>Italy — 1.93%</b>			
Acsm - Agam SPA	5,023	14,249	18,901
Banca Finnat Euramerica SPA	29,498	21,381	16,717
COFIDE-Compagnia Finanziaria De Benedetti SPA	39,977	36,979	26,187
Danieli & C. Officine Meccaniche SPA	803	14,157	18,598
Eni SPA	3,069	73,311	74,974
ERG SPA	10,189	197,666	293,102
Italian Wine Brands SPA	1,650	35,475	31,550
Recordati SPA	3,330	100,587	174,196
Saras Raffinerie	177,648	559,990	566,419
Servizi Italia SPA	146	838	1,031
Societa Iniziative Autostradali e Servizi SPA	9,818	180,371	194,519
		<b>1,235,004</b>	<b>1,416,194</b>
<b>Japan — 19.08%</b>			
Aichi Bank Ltd. (The)	600	44,301	34,239
Arata Corp.	2,400	75,549	190,967
Argo Graphics Inc.	1,100	26,743	46,768
ASAHI KOGYOSHA CO. LTD.	600	25,425	25,011
Astellas Pharma Inc.	3,500	70,130	70,205
AXYZ Co. Ltd.	1,100	30,287	54,867
Canon Inc.	3,600	157,945	155,239

C-CUBE Corp.	2,600	17,518	27,296
DAIHATSU DIESEL MFG. CO. LTD.	3,300	31,922	32,019
Daiichi Sankyo Co. Ltd.	9,000	465,804	452,869
Dainichi Co. Ltd.	8,000	72,690	78,097
DAIOHS CORP.	1,700	24,737	27,296
Daiwa House Industry Co. Ltd.	25,200	883,844	1,130,067
DENSAN CO. LTD.	1,400	40,486	36,894
Eidai Co. Ltd.	11,000	52,818	70,152
Escrit Inc.	8,300	100,831	79,941
Excel Co. Ltd.	3,900	63,585	125,703
Faith Inc.	2,200	30,748	37,597
FELISSIMO CORP.	4,100	56,904	67,341
Fujitsu Ltd.	108,000	770,427	861,659
Fukuda Denshi Co. Ltd.	500	34,636	43,169
FURONO ELECTRIC CO. LTD.	3,900	33,648	40,388
GRANDY HOUSE Corp.	200	807	1,169
Hakuyosha Co. Ltd.	400	15,947	15,866
HASHIMOTO SOGYO HOLDINGS CO. LTD.	2,700	54,734	56,499
HEIAN CEREMONY SERVICE CO. LTD.	900	8,416	9,908
HIKARI FURNITURE CO. LTD.	300	21,341	17,680
Hitachi Ltd.	66,000	637,901	612,633
HOKKAIDO COCA - COLA BOTTLING CO. LTD.	400	13,720	19,073
HOKURIKU ELECTRICAL CONSTRUCTION CO. LTD.	2,100	30,079	29,080
Hokuriku Gas Co. Ltd.	400	16,078	14,394
Hurxley Corp.	2,100	28,818	27,035
Japan Post Holdings Co. Ltd.	82,900	1,266,759	1,194,228
Japan Pulp & Paper Co. Ltd.	800	43,475	47,884
JBCC Holdings Inc.	3,500	28,126	48,965
JFE Systems Inc.	1,100	31,720	30,791
JMS Co.	3,500	23,581	27,974
KAMEI CORP.	9,300	104,170	168,653
KANEFUSA CORP.	1,500	16,795	18,705
Kanematsu Electronics Ltd.	3,200	79,042	154,294
KAWADEN CORP.	600	18,237	18,748
Kawasumi Laboratories Inc.	5,600	53,131	51,808
KIMURA UNITY Co. Ltd.	3,200	43,392	42,868
KING Co. Ltd.	2,500	15,465	15,201
Kita-Nippon Bank Ltd. (The)	3,400	111,629	107,770
Konami Holdings Corp.	2,400	107,930	160,754
KROYITSU PRINTING CO. LTD.	4,500	20,592	19,934
Maruhachi Holdings Co. Ltd.	500	5,173	5,938
Meiko Construction Co. Ltd.	3,100	33,268	43,443
mixi Inc.	5,100	310,425	169,832
NAFCO Co. Ltd.	1,000	19,200	21,911
Nagano Bank Ltd. (The)	700	13,771	15,363
NAKANO CORP.	12,800	95,146	99,721
NATOCO CO. LTD.	900	14,935	12,826
Nihon Eslead Corp.	3,500	53,643	79,100
NIKKO CO. LTD./Hyogo	2,400	69,678	70,971
NIPPON FILCON Co. Ltd.	3,300	27,052	23,789
Nippon Telegraph & Telephone Corp.	23,600	994,482	1,411,463
NISSHIN FUDOSAN Co. Ltd.	3,300	15,053	27,042
Nittetsu Mining Co. Ltd.	1,000	62,807	62,112
NJS Co. Ltd.	1,700	26,917	35,250
NTT Data Corp.	8,900	123,846	134,869
OCHI HOLDINGS CO. LTD.	1,200	18,980	20,921
PARKER CORP.	4,000	23,695	26,317
PCA Corp.	2,300	46,141	48,866
San Holdings Inc.	4,300	128,747	129,302
San ju San Financial Group Inc.	900	25,342	21,398
Scroll Corp.	13,300	54,138	90,664
Seibu Electric & Machinery Co. Ltd.	900	14,051	11,640
SENSHU ELECTRIC Co. Ltd.	1,100	30,868	41,151
Shizuoka Gas Co. Ltd.	4,300	43,209	51,884
Shofu Inc.	1,100	16,606	18,903
Soken Chemical & Engineering Co. Ltd.	3,700	81,107	88,278
Sony Corp.	19,300	927,348	1,298,232
SUGIMOTO & CO. LTD.	2,100	42,389	46,887
Sumitomo Dainippon Pharma Co. Ltd.	33,400	732,260	930,167
Taisei Corp.	19,400	1,096,252	1,407,715
Taisho Pharmaceutical Holdings Co. Ltd.	800	108,612	123,226
Taiyo Kagaku Co. Ltd.	1,000	14,090	19,002
TAKANO Co. Ltd.	1,200	15,671	14,593
TECHNO ASSOCIE Co. Ltd.	2,200	33,402	34,619
Techno Media Co. Ltd.	700	15,655	16,510
Tomen Devices Corp.	800	18,752	26,631
TOMOKU CO. LTD.	600	10,416	14,515
TORII PHARMACEUTICAL CO. LTD.	4,700	139,851	150,260
Tsubakimoto Kogyo Co. Ltd.	1,200	25,692	54,867
Uchida Yoko Co. Ltd.	1,800	28,733	82,301
UNIRITA Inc.	900	18,857	19,838
Yagi & Co. Ltd.	600	12,202	15,855
Yoshicon Co. Ltd.	900	17,303	17,219
ZAOH CO. LTD.	2,600	57,138	50,516
Zenkoku Hosho Co. Ltd.	5,600	299,338	334,524
		<b>11,865,104</b>	<b>14,020,129</b>
<b>Jersey C.I. — 0.05%</b>			
XLMedia PLC	21,686	44,957	38,981
<b>Luxembourg — 0.19%</b>			



Ternium SA, ADR	3,064	70,842	140,343
<b>Malaysia — 2.14%</b>			
Allianz Malaysia BHD	10,200	33,343	42,184
Asia File Corp. BHD	20,900	18,747	18,376
Batu Kawan BHD	3,200	17,828	18,653
CCM Duopharma Biotech BHD	52,133	37,245	22,070
Deleum BHD	56,000	17,983	18,419
Favelle Favco BHD	20,700	16,718	16,852
Malayan Banking BHD	147,500	474,942	432,296
Oriental Holdings BHD	8,640	18,297	17,275
Panasonic Manufacturing Malaysia BHD	1,600	18,221	19,456
Paramount Corp. BHD	26,200	15,889	15,699
Petron Malaysia Refining & Marketing BHD	23,000	51,688	54,302
Public Bank BHD	46,900	298,992	356,773
TA Enterprise BHD	137,300	26,723	29,286
Tenaga Nasional BHD	72,900	329,988	347,549
Uchi Technologies BHD	179,700	130,209	159,756
		<b>1,506,813</b>	<b>1,568,946</b>
<b>Mexico — 0.13%</b>			
Consortio ARA SA de CV	23,093	10,307	10,432
Corp Durango SA	11,279	19,057	13,074
Industrias CH SA, Series 'B'	3,810	24,702	21,928
Organizacion Soriana SA de CV, Series 'B'	4,156	13,112	9,746
Rassini SAB de CV	8,778	47,567	39,942
		<b>114,745</b>	<b>95,122</b>
<b>Netherlands — 8.62%</b>			
EXOR NV	8,351	243,359	740,055
Heineken Holding NV	6,454	811,949	813,808
Kas Bank NV	2,408	31,385	36,170
Koninklijke DSM NV	3,740	480,635	494,681
Koninklijke Philips NV	23,883	1,291,055	1,336,098
NN Group NV, ADR	1,397	38,264	37,176
Royal Dutch Shell PLC, Class 'A'	62,857	2,326,602	2,873,971
		<b>5,223,249</b>	<b>6,331,959</b>
<b>New Zealand — 0.40%</b>			
Air New Zealand Ltd.	63,197	121,113	178,704
Kathmandu Holdings Ltd.	31,345	53,165	81,238
NZME Ltd.	18,691	13,951	13,817
Warehouse Group Ltd.	12,424	22,263	22,794
		<b>210,492</b>	<b>296,553</b>
<b>Norway — 2.95%</b>			
Equinor ASA	6,634	158,452	231,701
Kvaerner ASA	58,208	74,013	161,399
Norsk Hydro ASA	101,461	863,116	798,961
Olav Thon Eiendomsselskap ASA	3,089	76,880	74,484
Oslo Bors VPS Holding ASA	1,053	18,767	19,544
Selvaag Bolig ASA	13,819	89,069	93,229
SpareBank 1 SR Bank ASA	14,198	195,024	197,987
Spectrum ASA	505	2,540	5,053
Telenor ASA	21,718	598,892	585,898
		<b>2,076,753</b>	<b>2,168,256</b>
<b>Poland — 0.04%</b>			
Polski Bank Komorek Macierzystych SA	577	15,802	15,164
Stalprodukt SA	71	10,799	11,301
		<b>26,601</b>	<b>26,465</b>
<b>Portugal — 0.13%</b>			
Mota-Engil SGPS SA	21,635	123,189	95,531
<b>Qatar — 0.16%</b>			
Ooredoo Q.S.C.	4,521	133,857	118,763
<b>Russia — 0.27%</b>			
Sberbank of Russia PJSC, ADR	10,546	156,796	199,143
<b>Singapore — 5.89%</b>			
800 Super Holdings Ltd.	28,000	34,945	28,634
Boustead Singapore Ltd.	36,100	27,872	27,166
BreadTalk Group Ltd.	42,200	28,391	48,448
China SunSine Chemical Holdings Ltd.	25,200	16,637	37,684
CSE Global Ltd.	92,300	39,777	38,290
DBS Group Holdings Ltd.	57,900	412,209	1,486,424
DMX Technologies Group Ltd.	131,000	28,798	—
Frencken Group Ltd.	22,700	6,321	10,184
Genting Singapore Ltd.	166,000	185,213	195,383
Great Eastern Holdings Ltd.	2,700	66,660	75,749
HRnetgroup Ltd.	23,100	18,691	19,834
k1 Ventures Ltd.	23,300	13,492	2,203
Micro-Mechanics Holdings Ltd.	56,900	62,232	97,713
Oversea-Chinese Banking Corp. Ltd.	46,300	403,792	519,940
PEC Ltd.	21,900	12,596	12,677
Sing Investments & Finance Ltd.	4,800	6,088	7,131
Singapore Exchange Ltd.	60,000	423,472	415,040
SingHaiyi Group Ltd.	172,600	17,243	16,652
United Industrial Corp. Ltd.	5,900	18,716	18,499
United Overseas Bank Ltd.	47,600	1,031,760	1,228,888
UOB-Kay Hian Holding Ltd.	19,500	25,864	23,892
Vicom Ltd.	2,700	16,066	15,837
		<b>2,896,835</b>	<b>4,326,268</b>

<b>South Africa — 0.61%</b>			
Absa Bank Ltd., Preferred	456	38,021	30,722
Alexander Forbes Equity Holdings Proprietary Ltd.	194,377	114,971	107,641
Merafe Resources Ltd.	327,845	34,026	54,119
Standard Bank Group Ltd.	14,023	186,085	258,228
		<b>373,103</b>	<b>450,710</b>
<b>South Korea — 4.32%</b>			
LG Display Co. Ltd.	18,123	512,802	391,449
LG Electronics Inc.	2,617	329,425	256,375
Pureun Mutual Savings Bank	810	8,002	7,859
S&T Holdings Co. Ltd.	348	3,896	5,340
Samsung Electronics Co. Ltd.	21,800	502,744	1,200,335
Shinsegae Information & Communication Co. Ltd.	874	80,490	143,906
SK Hynix Inc.	11,518	714,604	1,165,070
		<b>2,151,963</b>	<b>3,170,334</b>
<b>Spain — 0.86%</b>			
ACS Actividades de Construcción y Servicios SA	9,564	383,780	509,705
Actividades de Construcción y Servicios SA	2,291	2,332	3,103
Renta 4 Banco SA	1,227	14,125	14,021
Repsol SA	6,441	91,619	105,267
		<b>491,856</b>	<b>632,096</b>
<b>Sweden — 3.15%</b>			
Biotage AB	22,245	80,475	375,508
Catella AB	8,172	28,470	27,638
Electrolux AB, Series 'B'	1,254	53,568	37,616
Paradox Interactive AB	2,730	46,440	74,666
ProAct IT Group AB	1,847	40,399	45,735
Sandvik AB	50,630	1,227,137	1,183,724
Volvo AB, Series 'B'	26,914	601,410	566,718
		<b>2,077,899</b>	<b>2,311,605</b>
<b>Switzerland — 3.75%</b>			
Banque Cantonale de Geneve	102	23,461	25,134
Berner Kantonalbank, Registered	71	16,102	17,175
Coca-Cola HBC AG	4,818	201,374	211,782
Compagnie Financiere Tradition SA	60	6,416	8,307
Conzzeta AG	52	81,546	78,534
Glärner Kantonalbank	387	16,293	15,740
Highlight Communications AG	176	834	1,462
Nestlé SA, Registered	3,314	331,743	337,618
Plazza AG, Registered	61	18,387	18,344
Roche Holding AG Genussscheine	6,669	1,932,646	1,948,564
STMicroelectronics NV	3,133	28,376	91,954
		<b>2,657,178</b>	<b>2,754,614</b>
<b>Taiwan — 0.03%</b>			
Hotung Investment Holdings Ltd.	13,800	<b>22,593</b>	<b>24,098</b>
<b>Thailand — 0.59%</b>			
Esso Thailand PCL	88,400	65,000	40,716
Jubilee Enterprise PCL	43,100	44,975	36,622
Padaeng Industry PCL	12,800	13,229	8,437
PTT Exploration and Production PCL	8,600	26,287	47,976
Siam Cement PCL (The)	18,200	341,762	299,175
		<b>491,253</b>	<b>432,926</b>
<b>United Kingdom — 10.14%</b>			
Avon Rubber PLC	2,982	67,294	74,058
Bioventix PLC	633	17,343	32,321
Bloomsbury Publishing PLC	4,914	15,830	20,141
BP PLC	133,164	1,250,416	1,337,428
BP PLC, ADR	15,123	651,544	908,340
BTG PLC	30,187	321,752	270,520
Burberry Group PLC	22,325	841,609	837,482
Camellia PLC	2	447	397
Character Group PLC	5,123	46,314	46,266
Communis PLC	3,989	2,770	3,699
Computacenter PLC	8,297	165,930	208,363
Evraz PLC	10,624	84,156	93,805
FDM Group Holdings PLC	1,644	15,445	27,952
Fiat Chrysler Automobiles NV	17,419	135,848	435,363
Hargreaves Services PLC	643	4,714	3,920
HSBC Holdings PLC	38,813	399,623	479,065
Indivior PLC	112,803	445,217	750,718
International Consolidated Airlines Group SA	85,068	898,342	982,764
Investec PLC	18,539	221,349	173,220
JD Sports Fashion PLC	63,893	322,426	488,909
Legal & General Group PLC	13,282	63,463	61,359
Millennium & Copthorne Hotels PLC	2,248	23,193	20,692
Reach PLC	11,545	11,687	15,339
Softcat PLC	12,163	111,247	161,808
TRACSiS PLC	1,745	15,576	17,880
		<b>6,133,535</b>	<b>7,451,809</b>
<b>TOTAL EQUITIES — 99.39%</b>		<b>58,827,961</b>	<b>73,008,858</b>
<b>TRANSACTION COSTS</b>		<b>(60,565)</b>	
<b>TOTAL INVESTMENT PORTFOLIO — 99.39%</b>		<b>58,767,396</b>	<b>73,008,858</b>
<b>OTHER ASSETS, NET OF LIABILITIES — 0.61%</b>			<b>451,518</b>
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS — 100.00%</b>			<b>73,460,376</b>

See accompanying notes to financial statements.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Risk Disclosures (unaudited)

June 30, 2018

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## 1. Financial instruments risk:

Investment activities of the Acadian Core International Equity Fund (the "Fund") expose the Fund to some financial instrument risks. The Fund's overall risk management program seeks to minimize the potentially adverse effect of risk on the Fund's financial performance in a manner consistent with the Fund's investment objectives and long-term investment time horizon.

## 2. Risk management:

The Fund's objective is to achieve long-term investment returns through a portfolio of international equities, which are sufficiently diversified to minimize investment risk. To achieve its objective, the Fund invests in equities issued by companies outside of North America, based primarily in Europe, Australia and the Far East. The Fund may hold an aggregate of up to 15% in Emerging Markets and up to 5% in cash or cash equivalents.

Acadian Asset Management LLC, the Fund's sub-advisor (the "Sub-Advisor"), utilizes an active "bottom-up" strategy with a value orientation and focuses on attractive stocks across the range of the capitalization spectrum. Their strategy incorporates both active stock valuation and active country and sector valuation techniques to target a diverse array of under-valued stocks with positive earnings trends and prospects.

The Fund may enter into securities lending transactions. Securities lending transactions will be used in conjunction with the Fund's other investment strategies in a manner considered most appropriate by Integra Capital Limited (the "Trustee" and "Manager") to achieve the Fund's investment objectives and to enhance the Fund's returns.

To assist with managing risk, the Manager also maintains a governance structure that oversees the Fund's investment activities and monitors compliance with the Fund's stated investment strategy and securities regulations.

The Fund invests in a range of investment strategies that exposes it to various types of risks, as follows: credit risk, counterparty credit risk, currency risk, derivatives, interest rate risk, liquidity risk, other market risk and concentration risk.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Risk Disclosures (unaudited) (continued)

June 30, 2018

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## 2. Risk management (continued):

### (a) Credit risk:

Credit risk on financial instruments is the risk of a loss occurring as a result of the default of an issuer on its obligation to an investment fund. Credit risk is managed by dealing with issuers that are believed to be creditworthy and by regular monitoring of credit exposures. Additionally, credit risk is reduced by diversification of issuer, industry and geography.

The carrying amount of the Fund's assets on the statements of financial position, represents the maximum exposures to credit risk relating to financial assets and liabilities.

The Fund's activities may give rise to settlement risk. Settlement risk is the risk of loss due to the failure of an entity to honour its obligations to deliver cash, securities or other assets as contractually agreed. For the majority of transactions, the Fund mitigates this risk by conducting settlements through a broker to ensure that a trade is settled only when both parties have fulfilled their contractual settlement obligations.

As at June 30, 2018 and December 31, 2017, the Fund had no significant investments in debt instruments and/or derivatives.

### (b) Counterparty credit risk:

Counterparty credit risk primarily emanates from the use of over-the-counter derivatives. This risk is minimized by selecting counterparties who have a minimum of "A" credit rating. Ongoing monitoring of credit events/rating developments occurs to ensure the sustainable credit quality of the counterparty. Various factors are considered in the assessment process including fundamental components of the counterparty's profile (such as capital adequacy, asset quality, profitability and liquidity) and credit ratings assigned to the counterparty.

### (c) Currency risk:

Changes in the value of the Canadian dollar compared to foreign currencies will affect the value, in Canadian dollars, of any foreign securities and account balances held in the Fund. From time to time, the Fund may manage currency risk through foreign currency hedging strategies.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Risk Disclosures (unaudited) (continued)

June 30, 2018

## 2. Risk management (continued):

Currency risk arises on financial instruments denominated in foreign currencies. Fluctuations in foreign exchange rates impact the valuation of assets and liabilities denominated in foreign currencies.

The tables below indicate the currencies to which the Fund had exposure directly on its trading monetary and non-monetary assets and liabilities as well as the underlying principal amount of foreign exchange contracts:

June 30, 2018	Currency risk-exposed holdings*	Foreign exchange contracts	Net exposure	% of net assets
Euro	\$ 22,714,239	\$ —	\$ 22,714,239	30.92
Japanese Yen	14,120,337	—	14,120,337	19.22
Australian Dollar	7,119,751	—	7,119,751	9.69
British Pound	6,452,186	—	6,452,186	8.78
Singapore Dollar	4,425,091	—	4,425,091	6.02
South Korean Won	3,185,183	—	3,185,183	4.34
Swiss Franc	2,487,489	—	2,487,489	3.39
Swedish Krona	2,311,605	—	2,311,605	3.15
Norwegian Krone	2,168,608	—	2,168,608	2.95
United States Dollar	1,874,640	—	1,874,640	2.55
Malaysian Ringgit	1,595,846	—	1,595,846	2.17
Hong Kong Dollar	1,311,634	—	1,311,634	1.79
Danish Krone	1,200,773	—	1,200,773	1.63
South African Rand	664,211	—	664,211	0.90
Brazilian Real	565,539	—	565,539	0.77
Thai Baht	432,926	—	432,926	0.59
New Zealand Dollar	321,803	—	321,803	0.44
Israeli Shekel	201,558	—	201,558	0.27
Indonesian Rupiah	119,959	—	119,959	0.16
Qatari Rial	118,763	—	118,763	0.16
Mexican Peso	98,059	—	98,059	0.13
Polish Zloty	29,520	—	29,520	0.04
Colombian Peso	24,914	—	24,914	0.03
China Renminbi	1,628	—	1,628	—
Peruvian Nuevo Sol	111	—	111	—
Philippine Peso	27	—	27	—

\*Amounts reflect the carrying value of monetary and non-monetary items.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Risk Disclosures (unaudited) (continued)

June 30, 2018

## 2. Risk management (continued):

December 31, 2017		Currency risk- exposed holdings*		Foreign exchange contracts		Net exposure	% of net assets
Euro	\$	26,755,480	\$	—	\$	26,755,480	37.00
Japanese Yen		13,694,452		—		13,694,452	18.94
British Pound		6,251,403		—		6,251,403	8.65
Singapore Dollar		4,554,837		—		4,554,837	6.30
South Korean Won		3,502,920		—		3,502,920	4.84
Swedish Krona		2,321,568		—		2,321,568	3.21
Australian Dollar		2,305,252		—		2,305,252	3.19
Norwegian Krone		2,248,120		—		2,248,120	3.11
Swiss Franc		2,216,192		—		2,216,192	3.07
United States Dollar		2,080,152		—		2,080,152	2.88
Malaysian Ringgit		1,155,428		—		1,155,428	1.60
South African Rand		1,136,548		—		1,136,548	1.57
Danish Krone		812,447		—		812,447	1.12
Hong Kong Dollar		565,202		—		565,202	0.78
Polish Zloty		486,024		—		486,024	0.67
Israeli Shekel		481,274		—		481,274	0.67
Thai Baht		410,335		—		410,335	0.57
New Zealand Dollar		342,860		—		342,860	0.47
Brazilian Real		213,380		—		213,380	0.30
Qatari Rial		141,537		—		141,537	0.20
Mexican Peso		111,638		—		111,638	0.15
Indonesian Rupiah		95,138		—		95,138	0.13
Colombian Peso		25,841		—		25,841	0.04
Philippine Peso		691		—		691	—
Peruvian Nuevo Sol		106		—		106	—

\*Amounts reflect the carrying value of monetary and non-monetary items.

As at June 30, 2018, had the Canadian dollar strengthened or weakened by 5% in relation to all currencies, with all other variables held constant, net assets attributable to holders of redeemable units would have decreased or increased, respectively, by \$3,677,320 (December 31, 2017 - \$3,595,441). In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Risk Disclosures (unaudited) (continued)

June 30, 2018

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## 2. Risk management (continued):

### (d) Derivatives:

The Fund may utilize foreign exchange forward contract hedging in the management of currency risk associated with its investment in foreign securities. The objective is to protect the Fund from the possibility of capital losses on foreign-currency-denominated investments due to increases in the value of the Canadian dollar. However, credit and market risks associated with foreign exchange forward contracts potentially expose the Fund to losses.

In order to minimize the possibility of losses arising from credit risk, the Fund deals only with large financial institutions with a minimum of "A" credit rating.

Currency risk relates to the possibility that foreign exchange forward contracts change in value due to fluctuations in currency prices. The foreign exchange forward contracts are marked to market daily and the resulting unrealized gains or losses are recognized in the statements of financial position.

The result of employing foreign exchange forward contracts is that the foreign exchange gains and losses in the securities portfolio move substantially in opposite directions from the gains and losses in the hedging portfolio.

As at June 30, 2018 and December 31, 2017, the Fund did not hold any foreign exchange forward contracts.

### (e) Interest rate risk:

Changes in market interest rates expose fixed-income securities, such as bonds, to interest rate risk. Funds that hold income investments are exposed to this risk since changes in prevailing market interest rates will affect the value of fixed-income securities.

Cash and cash equivalents comprise deposits with banks and highly liquid financial assets with maturities of three months or less, as a result, there is no significant risk of changes in their fair value and not subject to interest rate risk.

The majority of the Fund's financial assets and liabilities are non-interest bearing. Accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing levels of market interest rates.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Risk Disclosures (unaudited) (continued)

June 30, 2018

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## 2. Risk management (continued):

### (f) Liquidity risk:

Liquidity risk is the possibility that investments of the Fund cannot be readily converted into cash when required. The Fund may be subject to liquidity constraints because of insufficient volume in the markets for the securities of the Fund or the securities may be subject to legal or contractual restrictions on their resale. In addition, holders of redeemable units may redeem their units on each valuation date. Liquidity risk is managed by investing in securities that are traded in active markets and can be readily disposed of, and by retaining sufficient cash and cash equivalent positions to maintain liquidity.

These liabilities are all current and are due within 90 days, with the exception of net assets attributable to holders of redeemable units which are due upon request by the unitholder (note 3).

### (g) Other market risk:

Other market 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 Sub-Advisor moderates this risk through a careful selection of investment strategies and selection of securities and other financial instruments within the parameters of the investment strategy developed by the Manager of the Fund.

The impact on net assets attributable to holders of redeemable units of the Fund as at June 30, 2018, due to a 5% increase or decrease in the Fund's benchmark (MSCI EAFE ND Index), with all other variables held constant, would have been \$3,565,032 (December 31, 2017 - \$3,468,532). This calculation is based on the beta of the Fund, over the past 36 months. In practice, the actual trading results may differ from the sensitivity analysis and indicated above the difference could be material.



# ACADIAN CORE INTERNATIONAL EQUITY FUND

Risk Disclosures (unaudited) (continued)

June 30, 2018

## 2. Risk management (continued):

### (h) 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 Fund's concentration risk:

	As a % of net assets	
	June 30, 2018	December 31, 2017
<b>Common and preferred shares</b>		
Australia	9.68	3.18
Austria	1.26	1.39
Belgium	0.67	0.15
Brazil	0.77	0.29
China	0.53	0.30
Colombia	0.03	0.04
Denmark	1.59	1.10
Finland	3.22	0.84
France	8.18	5.76
Germany	5.28	14.33
Guernsey	0.07	0.07
Hong Kong	1.36	0.46
Indonesia	0.16	0.13
Ireland	0.75	0.62
Israel	0.41	0.72
Italy	1.93	2.14
Japan	19.08	18.93
Jersey C.I.	0.05	0.10
Luxembourg	0.19	0.29
Malaysia	2.14	1.56
Mexico	0.13	0.14
Netherlands	8.62	8.37
New Zealand	0.40	0.46
Norway	2.95	3.11

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Risk Disclosures (unaudited) (continued)

June 30, 2018

## 2. Risk management (continued):

	As a % of net assets	
	June 30, 2018	December 31, 2017
Poland	0.04	0.66
Portugal	0.13	0.16
Qatar	0.16	0.20
Russia	0.27	0.31
Singapore	5.89	6.19
South Africa	0.61	1.33
South Korea	4.32	4.80
Spain	0.86	1.89
Sweden	3.15	3.21
Switzerland	3.75	3.15
Taiwan	0.03	0.25
Thailand	0.59	0.57
United Kingdom	10.14	11.52
Total investment portfolio	99.39	98.72
Other assets, net of liabilities	0.61	1.28
Net assets attributable to holders of redeemable units	100.00	100.00

## 3. Capital risk management:

The capital of the Fund is represented by issued redeemable units with no par value. The units of the Fund are entitled to distributions, if any, and any redemptions are based on the Fund's net asset value ("NAV") per unit. The Fund has no restrictions or specific capital requirements on the subscriptions and redemptions of units. The relevant movements are shown on the statements of changes in net assets attributable to holders of redeemable units. The Fund endeavours to invest its subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Risk Disclosures (unaudited) (continued)

June 30, 2018

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## 4. Fair value measurements:

The Fund measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

The hierarchy of inputs is summarized below:

- Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 - inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- Level 3 - inputs for the asset or liability not based on observable market data (unobservable inputs).

If inputs of different levels are used to measure an asset's or liability's fair value, the classification within the hierarchy is based on the lowest level input that is significant to the fair value measurement and changes in valuation methods may result in transfers into or out of an investment's assigned level.

The tables below summarize the inputs used in valuing the Fund's financial assets carried at fair values:

June 30, 2018	Level 1	Level 2	Level 3	Total
Financial assets:				
Equities	\$ 72,860,759	\$ 90,554	\$ 57,545	\$ 73,008,858

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December 31, 2017	Level 1	Level 2	Level 3	Total
Financial assets:				
Equities	\$ 71,333,829	\$ 46,968	\$ –	\$ 71,380,797

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# ACADIAN CORE INTERNATIONAL EQUITY FUND

Risk Disclosures (unaudited) (continued)

June 30, 2018

## 4. Fair value measurements (continued):

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 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.

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable.

For the period ended June 30, 2018, no investments were transferred from Level 1 to Level 2 as a result of the securities no longer being traded in an active market (December 31, 2017 - nil). No investments were transferred from any level as a result of the securities now being traded in an active market.

During the period ended June 30, 2018, and December 31, 2017, the reconciliation of investments measured at fair value using unobservable inputs (Level 3) is presented as follows:

	2018	2017
Balance, beginning of period	\$ –	\$ –
Purchases	58,461	–
Net transfers into and/or out of Level 3	–	–
Change in unrealized depreciation	(916)	–
Balance, end of period	\$ 57,545	\$ –
Total change in unrealized depreciation during the period for assets held	\$ (916)	\$ –

As at June 30, 2018 and December 31, 2017, the potential impact of using reasonable possible alternative assumptions for valuing Level 3 financial instruments would have minimal impact on net assets.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Notes to Financial Statements (unaudited)

June 30, 2018

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## 1. Establishment of the Fund:

The Acadian Core International Equity Fund is an open-ended investment unincorporated trust created under the laws of the Province of Ontario by a Declaration of Trust. The address of the Fund's registered office is Suite 200, 2020 Winston Park Drive, Oakville, Ontario. The Fund was established on March 3, 2000 and commenced operations on March 7, 2000.

Integra Capital Limited is the Manager and Trustee of the Fund and is the corporate entity registered with the Canadian regulatory authorities. The Fund's assets are custodied at the Canadian Imperial Bank of Commerce. The Manager is registered in every province as a portfolio manager and exempt market dealer and is registered in the Provinces of Newfoundland and Labrador, Ontario and Quebec as an investment fund manager. In the Province of Ontario, the Manager is additionally registered as a commodity trading manager.

## 2. Basis of preparation:

### (a) Basis of accounting:

The financial statements have been prepared in compliance with International Financial Reporting Standards ("IFRS").

These financial statements were authorized for issue by the Manager on August 27, 2018.

### (b) Basis of measurement:

These financial statements have been prepared on a historical cost basis, except for financial assets and financial liabilities at fair value through profit or loss ("FVTPL") which are presented at fair value.

### (c) Functional and presentation currency:

These financial statements are presented in Canadian dollar, which is the Fund's functional currency.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Notes to Financial Statements (unaudited) (continued)

June 30, 2018

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## 3. Significant accounting policies:

### (a) Financial instruments

#### (i) Recognition, initial measurement and classification:

Financial assets and financial liabilities at FVTPL are initially recognized on the trade date, which is the date on which the Fund becomes a party to the contractual provisions of the instrument. Other financial assets and financial liabilities are recognized on the date on which they are originated.

Financial assets and financial liabilities at FVTPL are initially recognized at fair value, with transaction costs recognized in statements of comprehensive income. Financial assets or financial liabilities not at FVTPL are initially recognized at fair value plus transaction costs that are directly attributable to their acquisition or issue.

The Fund classifies financial assets and financial liabilities into the following categories:

Financial assets at FVTPL:

- Held for trading ("HFT"): derivative financial instruments;
- Designated as FVTPL: debt securities and equity investments; and
- Financial assets at amortized cost: all other financial assets are classified as loans and receivables.

Financial liabilities at FVTPL:

- HFT: derivative financial instruments; and
- Financial liabilities at amortized cost: all other financial liabilities are classified as other financial liabilities.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Notes to Financial Statements (unaudited) (continued)

June 30, 2018

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### 3. Significant accounting policies (continued):

(ii) Fair value measurement:

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 in the principal or, in its absence, the most advantageous market to which the Fund has access at that date. The fair value of a liability reflects its non-performance risk.

When available, the Fund measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The Fund measures instruments quoted in an active market at last sale or close price, where the close price falls within the day's bid-ask spread. In circumstances where the close price is not within the day's bid-ask spread, the Manager determines the point within bid-ask spread that is most representative of fair value based on specific facts and circumstances. Investments held include equities, listed warrants, options, short-term notes, treasury bills, bonds, asset-backed securities and other debt instruments.

Investments held that are not traded in an active market are valued based on the results of valuation techniques using observable market inputs where possible, on such basis and in such manner established by the Manager. Investments in other pooled funds are valued at the NAV per unit reported by each pooled fund. See risk disclosures for more information about the Fund's fair value measurements.

The fair value of a forward contract is the gain or loss that would be realized if, on the valuation date, the positions were closed out. The forward contract is valued using an interpolation of the foreign exchange rate based on the length of the forward contract. The change in fair value on forward contracts is reflected in the statements of comprehensive income as change in unrealized appreciation (depreciation) on derivatives. When the forward contracts are closed out, any gains or losses realized are included in net realized gain (loss) on derivatives.

The fair values of foreign currency denominated investments and other foreign currency denominated assets and liabilities are translated into Canadian dollars at exchange rates prevailing on the reporting date.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Notes to Financial Statements (unaudited) (continued)

June 30, 2018

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### 3. Significant accounting policies (continued):

The fair values of other financial assets and liabilities approximate their carrying values due to the short-term nature of these instruments.

(iii) Offsetting:

Financial assets and liabilities are offset and the net amount presented in the statements 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.

Income and expenses are presented on a net basis for gains and losses from financial instruments at FVTPL and foreign exchange gains and losses.

(b) Cash and cash equivalents:

Cash and cash equivalents consist of cash on deposit and short-term, interest-bearing notes with a term to maturity of less than three months from the date of purchase.

(c) Investment transactions and income recognition:

The Fund follows the accrual method of recording investment income and expenses. Security transactions are recorded on the trade date. Dividends are accrued as of the ex-dividend date. Stock dividends are recorded in income based on the fair value of the security on the ex-dividend date.

The interest available for distribution purposes shown on the statements of comprehensive income represents the coupon interest received by the Fund accounted for on an accrual basis. The Fund does not amortize premiums paid or discounts received on the purchase of fixed income securities except for zero coupon bonds which are amortized on a straight-line basis.

Realized gain on sale of investments and unrealized appreciation (depreciation) in investments are determined on an average cost basis. Average cost does not include amortization of premiums or discounts on fixed income securities with the exception of zero coupon bonds.



# ACADIAN CORE INTERNATIONAL EQUITY FUND

Notes to Financial Statements (unaudited) (continued)

June 30, 2018

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### 3. Significant accounting policies (continued):

The Fund generally incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown as a separate expense in the statements of comprehensive income.

(d) Cost of investments:

The cost of investments represents the amount paid for each security and is determined on an average cost basis excluding commissions and other transaction costs.

(e) Transaction costs:

Commissions and other transaction costs are incremental costs that are directly attributable to the acquisition, issue, or disposal of an investment, which include fees and commissions paid to agents, advisors, levies by regulatory agencies and securities exchanges, and transfer taxes and duties. Commissions and transaction costs are included as expenses in the statements of comprehensive income.

(f) Securities lending transactions:

The Fund is permitted to enter into securities lending transactions. These transactions involve the temporary exchange of securities for collateral with a commitment to re-deliver the same securities at a future date. Income is earned from these transactions in the form of fees paid by the counterparty. Income earned from these transactions is recognized on an accrual basis and included in the statements of comprehensive income.

(g) Foreign currency translation:

The fair values of foreign currency denominated investments are translated into Canadian dollars, using the prevailing rate of exchange on each valuation date. Income, expenses and investment transactions in foreign currencies are translated into Canadian dollars at the rate of exchange prevailing on the respective dates of such transactions. Foreign exchange gains and losses are presented as net realized gain (loss) on foreign exchange, except for those arising from financial instruments at FVTPL which are recognized as a component within net realized gain on sale of investments and change in net unrealized appreciation (depreciation) in the statements of comprehensive income.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Notes to Financial Statements (unaudited) (continued)

June 30, 2018

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### 3. Significant accounting policies (continued):

#### (h) Income taxes:

The Fund presently qualifies as a unit trust under the provisions of the Income Tax Act (Canada), and accordingly, is not taxed on that portion of its taxable income, which is paid or payable to unitholders at the end of the taxation year. The Fund has elected for a December 31 taxation year end. The Fund pays out sufficient net income and net realized capital gains so that it will not be subject to income taxes. Accordingly, no provision for income taxes has been made in these financial statements.

Capital losses and non-capital losses incurred by the Fund cannot be allocated to unitholders but capital losses may be carried forward indefinitely to reduce future realized capital gains and non-capital losses may be carried forward for 20 taxation years to reduce future net income for tax purposes. As at December 31, 2017, the Fund had non-capital losses of nil (2016 - nil) and net capital losses carryforward of \$15,053,174 (2016 - \$19,503,409).

Certain dividend and interest income received by the Fund are subject to withholding tax imposed in the country of origin.

#### (i) Redeemable units:

For each Fund unit sold, the Fund receives an amount equal to the NAV per unit at the date of sale, which amount is included in net assets attributable to holders of redeemable units. Units are redeemable at the option of unitholders at their NAV on the redemption date. For each unit redeemed, net assets attributable to holders of redeemable units are reduced by the NAV of the unit at the date of redemption. The redeemable shares are measured at the present value of the redemption amounts and are considered a residual amount of the net assets attributable to holders of redeemable units.

The capital of the Fund is represented by issued redeemable units with no par value. The units of the Fund are entitled to distributions, if any, and any redemptions are based on the Fund's net asset attributable to holders of redeemable units per unit. The Fund has no restrictions or specific capital requirements on the subscriptions and redemptions of the units. The relevant movements are shown on the statements of changes in net assets attributable to holders of redeemable units. The Fund endeavours to invest its subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Notes to Financial Statements (unaudited) (continued)

June 30, 2018

### 3. Significant accounting policies (continued):

Redeemable unit transactions during the periods were as follows:

	June 30, 2018		December 31, 2017	
	Number of Fund units	Amount	Number of Fund units	Amount
Redeemable units issued	285,193	\$ 2,146,273	576,037	\$ 3,976,989
Redeemable units redeemed	(590,406)	(4,441,209)	(2,935,986)	(17,844,391)
Redeemable units issued on reinvestments	—	—	207,190	1,424,280

The number of issued and outstanding units as at June 30, 2018 is 9,666,443 (December 31, 2017 - 9,971,656).

Net assets attributable to holders of redeemable units is calculated for each unit of the Fund by taking the proportionate share of the Fund's net assets attributable to holders of redeemable units and dividing by the number of units outstanding on the valuation date.

The increase in net assets attributable to holders of redeemable units per unit in the statements of comprehensive income represents the change in net assets attributable to holders of redeemable units divided by the weighted average number of units outstanding during the reporting period. Income, expenses other than management fees, and realized and unrealized capital gains (losses) are distributed in proportion to the amount invested in them.

The weighted average number of units outstanding for the period ended June 30, 2018 is 9,859,542 (June 30, 2017 - 10,071,643).

The Fund's units are classified as a liability under International Accounting Standard ("IAS") 32, Financial Instruments - Presentation as there is a requirement to make cash distributions to unitholders, if requested. The units are measured at the present value of the redemption amount and are considered a residual amount.

As at June 30, 2018 and December 31, 2017, there is no difference between net assets attributable to holders of redeemable units and NAV attributable to holders of redeemable units.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Notes to Financial Statements (unaudited) (continued)

June 30, 2018

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### 3. Significant accounting policies (continued):

- (j) Receivable or payable for securities sold or purchased:

In accordance with the Fund's policy of trade date accounting for regular way sale and purchase transactions, sales or purchase transactions awaiting settlement represent amounts receivable or payable for securities sold/purchased, but not yet settled as at the reporting date.

- (k) Future accounting changes:

The International Accounting Standards Board has issued the following new standards and amendments to existing standards that are not yet effective.

IFRS 9, Financial Instruments ("IFRS 9"):

In July 2014, the IASB issued the final version of IFRS 9 Financial Instruments, which addresses classification and measurement, impairment and hedge accounting. The new standard requires assets to be carried at amortized cost, FVTPL or fair value through other comprehensive income based on the entity's business model for managing financial assets and the contractual cash flow characteristics of the financial asset. The classification and measurement of liabilities remains generally unchanged with the exception of liabilities recorded at FVTPL. For these liabilities, fair value changes attributable to changes in the entity's own credit risk are to be presented in other comprehensive income unless they affect amounts recorded in income. The new standard is effective for the Fund for its fiscal year beginning January 1, 2018. Based on the Manager's assessment, this new standard is not expected to have a material impact on the Fund's financial assets and liabilities.

### 4. Critical accounting estimates and judgments:

In preparing these financial statements, the Manager has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively. The most significant accounting judgment and estimate that the Fund has made in preparing the financial statements is determining the fair value measurement of derivatives and investments not quoted in an active market, if any. See note 3 for more information on the fair value measurement of the Fund's financial instruments.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Notes to Financial Statements (unaudited) (continued)

June 30, 2018

## 5. Net changes from financial instruments at FVTPL:

Net changes in fair value on financial assets and financial liabilities at FVTPL are presented in the statements of comprehensive income and are comprised of the following: net realized gain on sale of investments, net change in unrealized appreciation (depreciation) of investments, interest income for distribution purposes and dividends. Their classifications between held for trading and designated at fair value are presented in the following table:

	Total income	
	June 30, 2018	June 30, 2017
Financial assets (liabilities) at FVTPL:		
HFT	\$ 10,517	\$ –
Designated at inception	3,727,390	10,600,000
<b>Total financial assets (liabilities) at FVTPL</b>	<b>\$ 3,737,907</b>	<b>\$ 10,600,000</b>

## 6. Brokerage commissions:

Brokerage commissions on portfolio transactions may also include research services provided to the Sub-Advisors. The value of the research services paid to certain brokers for the periods ended June 30, 2018 and June 30, 2017 was nil.

## 7. Securities lending:

The Fund lends portfolio securities from time to time in order to earn additional income. The Fund has entered into a securities lending program with Bank of New York Mellon. The aggregate market value of all securities cannot exceed 50% of the net assets attributable to holders of redeemable units of the Fund. The Fund receives collateral in the form of debt obligations of the Government of Canada and any other Sovereign States and Canadian provincial governments, against the loaned securities. The Fund maintains a minimum collateral requirement of 102% for North American equities and 105% for Non-North American equities of the market value of the loaned securities during the period of the loan. As at June 30, 2018, certain securities shown in the statements of financial position with a market value of \$2,422,129 (December 31, 2017 - \$2,362,042) had been loaned as part of the securities lending program. The counterparty has pledged securities with a market value of \$2,585,884 (December 31, 2017 - \$2,513,329) as collateral for such loans. Under the terms of the program, the Fund may instruct that securities be returned within three days.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Notes to Financial Statements (unaudited) (continued)

June 30, 2018

## 7. Securities lending (continued):

The table below shows a reconciliation of the gross amount generated from the securities lending transactions of the Fund to the revenue from the securities lending disclosed in the statements of comprehensive income:

	June 30, 2018		June 30, 2017	
	Amount	% of gross securities lending revenue	Amount	% of gross securities lending revenue
Gross securities lending revenue	\$ 19,255	100.0	\$ 23,739	100.0
Withholding taxes	(267)	(1.4)	(800)	(3.4)
Agent fees - Bank of New York Mellon Corp. (The)	(7,565)	(39.3)	(9,155)	(38.6)
Securities lending revenue	\$ 11,423	59.3	\$ 13,874	58.0

## 8. Related party transactions and fund expenses:

The Manager administers and regulates the day-to-day operations of the Fund. In return for the services provided, the Manager receives management fees from the Fund's holders of redeemable units, based on the NAV of the Fund. These management fees are paid either by a redemption of units or the unitholder, if an institution, may be invoiced and payment will be delivered to the Manager.

The Manager may allocate various operating costs to the Fund. These expenses include a portion of the expenses related to trust accounting, fund accounting and administration functions that are performed by the Manager on behalf of the Fund. These costs are reported in the operating expenses of the Fund reported in the statements of comprehensive income.

The Fund is responsible for its operating expenses relating to the carrying on of its business, including custodial services, legal, Independent Review Committee fees, audit fees, transfer agency services relating to the issue and redemption of units, and the cost of financial and other reports in compliance with all applicable laws, regulations and policies. The Manager pays for such expenses on behalf of the Fund, except for certain expenses such as interest and taxes, and is then reimbursed by the Fund.

# ACADIAN CORE INTERNATIONAL EQUITY FUND

Notes to Financial Statements (unaudited) (continued)

June 30, 2018

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## **8. Related party transactions and fund expenses (continued):**

The Manager at its discretion may agree to waive or absorb certain expenses associated with the Fund. For the period ended June 30, 2018, expenses absorbed by the Manager in the amount of nil (June 30, 2017 - nil) are shown in the statements of comprehensive income. Such absorption or waiver, where applicable, may be terminated by the Manager at any time without notice.

The Independent Review Committee (the "IRC") for the Fund consists of three industry professionals, none of whom have an interest in the Fund Manager or have an interest in the Fund outside of their roles as members of the IRC. For the period ended June 30, 2018, the fees paid to the IRC are disclosed in the statements of comprehensive income in the amount of \$3,720 (June 30, 2017 - \$3,720).

Employees of the Manager may hold interests in the Fund via the company's group retirement plan or through a broker. However, the employees' interests cumulatively represent less than 5% of the Fund's outstanding units.