



# Financial Statements

Global Iman Fund

December 31, 2015 and 2014



# Global Iman Fund

December 31, 2015 and 2014

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## **Management's responsibility for financial reporting**

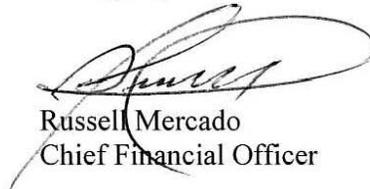
The accompanying financial statements of the Global Iman Fund (the "Fund") are prepared by management and are approved by the Board of Directors of Global Growth Assets Inc. Management is responsible for the information and representations contained in these financial statements. The Board of Directors is responsible for reviewing and approving the financial statements and overseeing management's performance of its financial reporting responsibilities.

Global Growth Assets Inc. maintains appropriate processes to ensure that relevant and reliable financial information is produced. The financial statements have been prepared in accordance with International Financial Reporting Standards and include certain amounts that are based on estimates and judgments, as described in Note 2 to the financial statements.

Deloitte LLP is the external auditor of the Fund. It has audited the financial statements in accordance with Canadian generally accepted auditing standards to enable it to express to the unitholders of the Fund its opinion on the financial statements. Its report is set out on the following pages.



David Prestwich  
Chief Executive Officer



Russell Mercado  
Chief Financial Officer

Toronto, Ontario  
March 18, 2016

## **Independent Auditor's Report**

To the Unitholders of  
Global Iman Fund

We have audited the accompanying financial statements of Global Iman Fund, which comprise the statements of financial position as at December 31, 2015 and December 31, 2014, and the statements of income and comprehensive income, statements of changes in net assets attributable to holders of redeemable units and statements of cash flows for the years then ended, and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

## **Opinion**

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Global Iman Fund as at December 31, 2015 and 2014, and the results of its financial performance and its cash flows assets for the years then ended in accordance with International Financial Reporting Standards.

*Deloitte LLP*

Chartered Professional Accountants  
Licensed Public Accountants  
March 18, 2016

# Global Iman Fund

## Statements of financial position as at December 31, 2015 and 2014

	2015	2014
	\$	\$
<b>Assets</b>		
Investments at fair value through profit or loss (Note 6)	31,360,723	19,680,519
Cash	700,073	1,680,230
Subscriptions receivable	5,263	1,610
Dividends receivable	26,070	17,657
Other receivables	1,167	1,167
<b>Total assets</b>	<b>32,093,296</b>	<b>21,381,183</b>
<b>Liabilities</b>		
Payable for investments purchased	-	213,935
Management fees payable (Note 8)	70,185	48,273
Other accrued expenses	24	11
<b>Total liabilities</b>	<b>70,209</b>	<b>262,219</b>
<b>Net assets attributable to holders of redeemable units</b>	<b>32,023,087</b>	<b>21,118,964</b>
<b>Net assets attributable to holders of redeemable units by series</b>		
Series A	26,316,105	16,918,171
Series F	5,706,982	4,200,793
<b>Units issued and outstanding, end of period (Note 7)</b>		
Series A	1,445,457	1,055,646
Series F	294,929	249,329
<b>Net assets attributable to holders of redeemable units per unit</b>		
Series A	18.21	16.03
Series F	19.35	16.85

Approved by the Board of Directors of  
Global Growth Assets Inc., the Manager of the Fund

  
Harold Wolkin  
Director

  
Allan Smith  
Director

# Global Iman Fund

## Statements of income and comprehensive income for the years ended December 31, 2015 and 2014

	2015	2014
	\$	\$
<b>Income</b>		
Dividend income	647,236	384,974
Other income	5,822	-
Realized gain on disposal of investments	1,960,962	760,014
Change in unrealized appreciation of investments	2,814,302	1,296,373
Foreign exchange loss on cash	(16,195)	(29,829)
	<b>5,412,127</b>	<b>2,411,532</b>
<b>Expenses</b>		
Management fees (Note 8)	714,205	450,566
Valuation and administrative fees	98,682	75,529
Withholding taxes	98,585	60,507
Other expenses	63,603	40,552
Audit fees	52,320	39,767
Registration fees	25,940	22,707
Custodial fees	20,908	18,828
Transaction costs (Note 9)	10,936	8,635
Independent review committee fees	2,700	750
Less: expenses absorbed by the Fund Manager	(264,153)	(198,133)
	<b>823,726</b>	<b>519,708</b>
<b>Increase in net assets attributable to holders of redeemable units</b>	<b>4,588,401</b>	<b>1,891,824</b>
<b>Increase in net assets attributable to holders of redeemable units per series (Note 10)</b>		
Series A	3,695,888	1,643,453
Series F	892,513	248,371
<b>Increase in net assets attributable to holders of redeemable units per unit (Note 10)</b>		
Series A	2.96	1.74
Series F	3.29	1.71

# Global Iman Fund

Statements of changes in net assets attributable to holders of redeemable units for the years ended December 31, 2015 and 2014

2015	Series A	Series F	Total
	\$	\$	\$
<b>Net assets attributable to holders of redeemable units at beginning of year</b>	16,918,171	4,200,793	21,118,964
<b>Increase in net assets attributable to holders of redeemable units</b>	3,695,888	892,513	4,588,401
<b>Distributions</b>			
From capital gain	(1,215,300)	(267,043)	(1,482,343)
From net investment income	-	-	-
<b>Total distributions to holders of redeemable units</b>	(1,215,300)	(267,043)	(1,482,343)
<b>Redeemable unit transactions</b>			
Proceeds from issuance of redeemable units	7,282,582	1,319,343	8,601,925
Reinvestments of distributions	1,215,253	231,636	1,446,889
Redemption of redeemable units	(1,580,489)	(670,260)	(2,250,749)
<b>Net increase from redeemable unit transactions</b>	6,917,346	880,719	7,798,065
<b>Net increase in net assets attributable to holders of redeemable units</b>	9,397,934	1,506,189	10,904,123
<b>Net assets attributable to holders of redeemable units at end of year</b>	26,316,105	5,706,982	32,023,087

2014	Series A	Series F	Total
	\$	\$	\$
<b>Net assets attributable to holders of redeemable units at beginning of year</b>	11,612,433	824,587	12,437,020
<b>Increase in net assets attributable to holders of redeemable units</b>	1,643,453	248,371	1,891,824
<b>Distributions</b>			
From capital gain	-	-	-
From net investment income	(109,523)	(20,982)	(130,505)
<b>Total distributions to holders of redeemable units</b>	(109,523)	(20,982)	(130,505)
<b>Redeemable unit transactions</b>			
Proceeds from issuance of redeemable units	4,900,041	3,212,234	8,112,275
Reinvestments of distributions	109,523	19,604	129,127
Redemption of redeemable units	(1,237,756)	(83,021)	(1,320,777)
<b>Net increase from redeemable unit transactions</b>	3,771,808	3,148,817	6,920,625
<b>Net increase in net assets attributable to holders of redeemable units</b>	5,305,738	3,376,206	8,681,944
<b>Net assets attributable to holders of redeemable units at end of year</b>	16,918,171	4,200,793	21,118,964

# Global Iman Fund

## Statements of cash flows for the years ended December 31, 2015 and 2014

	2015	2014
	\$	\$
<b>Cash flows from operating activities</b>		
Increase in net assets attributable to holders of redeemable units	4,588,401	1,891,824
Adjustments for:		
Foreign exchange loss on cash	16,195	29,829
Realized gain on disposal of investments	(1,960,962)	(760,014)
Change in unrealized appreciation of investments	(2,814,302)	(1,296,373)
Commissions and other portfolio transaction costs	10,936	8,635
Accrued liabilities	(192,010)	233,356
Proceeds from sale of investments	9,850,257	4,450,401
Purchase of investments	(16,766,133)	(10,308,608)
Subscription, dividends and other receivables	(12,066)	17,387
Net cash used in operating activities	(7,279,684)	(5,733,563)
<b>Cash flows used in financing activities</b>		
Proceeds from issuance of redeemable units	8,601,925	8,112,275
Redemption of redeemable units	(2,250,749)	(1,320,777)
Distributions to holders of redeemable units, net of reinvested distributions	(35,454)	(1,378)
Net cash used in financing activities	6,315,722	6,790,120
(Decrease) Increase in cash	(963,962)	1,056,557
Cash at beginning of year	1,680,230	653,502
Foreign exchange loss on cash	(16,195)	(29,829)
<b>Cash at end of year</b>	<b>700,073</b>	<b>1,680,230</b>
<b>Dividends received, net of withholding taxes</b>	<b>540,238</b>	<b>306,389</b>

# Global Iman Fund

Schedule of investment portfolio  
as at December 31, 2015

	Number of shares	Average cost	Fair value
		\$	\$
<b>Equities (97.9%)</b>			
<b>Cayman Island (2.9%)</b>			
Tencent Holdings Ltd. ADR	33,982	532,237	922,754
<b>France (1.9%)</b>			
Sanofi-Aventis	5,180	655,745	611,903
<b>Germany (6.0%)</b>			
BASF SE	4,519	476,996	480,574
Bayer AG	4,644	732,547	810,840
SAP SE	5,645	455,349	624,625
		1,664,892	1,916,039
<b>Japan (2.8%)</b>			
Shin-Etsu Chemical Co., Ltd.	5,000	352,580	380,808
NTT DOCOMO INC.	18,100	347,609	517,494
		700,189	898,302
<b>Netherlands (1.8%)</b>			
ASML Holding NV	4,761	637,187	590,670
<b>Singapore (1.8%)</b>			
Singapore Telecommunications Ltd.	157,600	541,489	564,974
<b>Switzerland (8.7%)</b>			
Nestle SA	6,969	662,017	717,219
Novartis AG	9,103	827,043	1,090,782
Roche Holding AG	2,585	711,755	986,352
		2,200,815	2,794,353
<b>United Kingdom (5.6%)</b>			
BG Group PLC	30,029	580,843	603,607
Rio Tinto PLC	7,617	422,899	307,693
Astrazeneca PLC	9,381	666,940	883,770
		1,670,682	1,795,070
<b>U.S. (66.4%)</b>			
Abbvie Inc.	8,236	655,281	675,258
Alphabet Inc. Class C	1,703	1,051,766	1,791,174
Apple Inc.	13,943	1,461,755	2,035,276
Celgene Corp	6,522	1,107,581	1,082,457
CVS Health Corporation	12,786	1,062,995	1,730,129
Exxon Mobil Corporation	8,015	756,407	864,685
Johnson & Johnson	9,390	899,970	1,336,360
McDonald's Corporation	6,154	673,734	1,006,219
Merck & Co. Inc.	17,058	973,678	1,246,995
Microsoft Corporation	31,186	1,279,776	2,398,491
Monsanto Company	4,685	665,959	638,811
Nike Inc. Class B	11,780	537,544	1,020,279
Procter & Gamble Company	10,068	911,756	1,106,513
QUALCOMM Inc.	13,999	1,003,369	968,445
Schlumberger Limited	7,063	660,408	681,823
The Coca Cola Company	18,708	935,564	1,113,226
United Parcel Service Inc.	4,752	513,287	632,885
Visa Inc. Class A	8,736	852,718	937,632
		16,003,548	21,266,658
<b>Total cost and fair value of investments (97.9%)</b>		24,606,784	31,360,723
<b>Cash (2.2%)</b>			700,073
<b>Other assets less other liabilities (-0.1%)</b>			(37,709)
<b>Net assets (100.0%)</b>			32,023,087

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

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# Global Iman Fund

## Notes to the financial statements

December 31, 2015 and 2014

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### 1. Reporting entity

The Global Iman Fund (the "Fund") is an open-ended investment unit trust established under the laws of the Province of Ontario. The Fund was established on February 6, 2009, and commenced operations on March 10, 2009. Global Growth Assets Inc. ("GGA" or the "Fund Manager") is the fund manager and CIBC Mellon is the Fund's custodian.

The address of the Fund's registered office is 100 Mural Street Suite 201, Richmond Hill, Ontario L4B 1J3.

These financial statements were authorized for issue by the Fund Manager on March 18, 2016.

### 2. Basis of presentation

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

The Fund adopted this basis of accounting in 2014 as required by Canadian securities legislation and the Canadian Accounting Standards Board. Previously, the Fund prepared its financial statements in accordance with Canadian generally accepted accounting principles as defined in Part V of the Chartered Professional Accountants Canada Handbook ("Canadian GAAP").

### 3. Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

#### *Financial instruments for fair value*

##### a) Classification and recognition

Investments include financial assets such as equity securities. The Fund has elected to apply IFRS 9 Financial Instruments (as amended in November 2013) ("IFRS 9") retrospectively to January 1, 2013. Upon initial recognition, financial instruments are classified as at fair value through profit or loss ("FVTPL"). All financial assets and liabilities are recognized in the Statement of financial position when the Fund becomes a party to the contractual requirements of the instrument. Financial instruments are derecognized when the right to receive cash flow from the instrument has expired or the Fund has transferred substantially all risks and rewards of ownership. As such, investment purchase and sale transactions are recorded as of the trade date.

Financial instruments are subsequently measured at fair value with changes in fair value recognized in the Statement of income and comprehensive income.

The cost of investments is based on the weighted average cost of investments. Realized gains and losses on disposition, including foreign exchange gains or losses on such investments, are determined based on the average cost of investments. Gains and losses arising from changes in the fair value of the investments are included in the Statement of income and comprehensive income for the period in which they arise.

# Global Iman Fund

## Notes to the financial statements

December 31, 2015 and 2014

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### 3. Significant accounting policies (continued)

#### b) 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. The fair value of financial assets and liabilities traded in active markets (such as publicly traded securities) are valued at their close prices at the close of trading on the reporting date. In circumstances where the last traded price is not within the bid-ask spread, management will determine the point within the bid-ask spread that is most representative of fair value.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

Foreign exchange forward contracts are valued based on the difference between the value of the contract on the valuation date and the value as the date the contract was originated.

#### *Investment income*

Dividend income is recognized on the ex-dividend date. Realized and unrealized gains and losses from investment transactions are calculated on a weighted average cost basis. Income, realized gains (losses) and unrealized appreciation (depreciation) are allocated among the series on a pro-rata basis.

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

#### *Foreign currency translation*

The Fund's subscriptions and redemptions are denominated in Canadian dollars, which is also its functional and presentation currency. This is the currency that most faithfully represents the economic effect of the underlying transactions, events and conditions of the Fund: Foreign currency transactions are translated into the functional currency using the exchange rate prevailing on the trade date. Foreign currency assets and liabilities denominated in a foreign currency are translated into the functional currency using the exchange rate prevailing at the measurement date. Foreign exchange gains and losses relating to cash are presented as "Foreign exchange loss on cash" and those relating to other financial assets and liabilities are represented within "Realized gain on disposal of investments" and "Change in net unrealized appreciation of investments" in the Statements of Income and Comprehensive Income.

#### *Cash*

Cash is comprised of deposits with financial institutions.

#### *Distributions*

Income earned by the Fund is distributed to unitholders at least once a year and these distributions are generally reinvested by unitholders of the Fund. Net realized capital gains (reduced by loss carry-forwards, if any) are distributed in December of each year to unitholders.

Unrealized gains and losses are included in the net assets attributable to unitholders and are not distributable until realized. Capital losses are not distributed to unitholders, but are retained to be offset against any future realized capital gains.

# Global Iman Fund

## Notes to the financial statements

December 31, 2015 and 2014

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### 3. Significant accounting policies (continued)

#### *Transaction costs*

Transaction costs are expensed and are included in "Transaction costs" in the Statements of Income and Comprehensive Income. 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, brokers and dealers.

#### *Net asset value attributable to holders of redeemable units per unit*

A separate Net asset value ("NAV") is calculated for each series of units of the Fund by taking the series' proportionate share of the Fund's common assets less that series' proportionate share of the Fund's common liabilities and deducting from this amount all liabilities that relate solely to a specific series. The NAV per unit for each series is determined by dividing the NAV of each series by the number of units of that series outstanding on the valuation date.

#### *Increase (decrease) in net assets attributable to holders of redeemable units per unit*

Increase (decrease) in net assets attributable to holders of redeemable units per unit in the statements of comprehensive income is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units by the weighted average number of units outstanding during the year.

### 4. Critical accounting estimates and judgments

The preparation of financial statements requires management to use judgement in applying its accounting policies and to make estimates and assumptions about the future. The following discusses the most significant accounting judgements and estimates that the Fund has made in preparing the financial statements:

#### *Classification of Redeemable Units Issued by the Fund*

Under IFRS, International Accounting Standards ("IAS") 32 requires that units of an entity that include a contractual obligation for the issuer to repurchase or redeem them for cash or another financial asset be classified as a financial liability.

### 5. Financial instruments risk

The Fund's activities expose it to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most significant risks include credit risk, liquidity risk and market risk (including price risk and currency risk). The level of risk depends on the Fund's investment objectives and the type of securities it invests in. These risks and related risk management practices employed by the Fund are discussed below:

#### *(a) Credit risk*

The Fund is exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. All transactions in listed securities are settled upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligations

The Fund's credit risk is assessed as minimal as cash represents a small portion of the total portfolio of investments.

# Global Iman Fund

## Notes to the financial statements

December 31, 2015 and 2014

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### 5. Financial instruments risk (continued)

#### b) *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, the Fund is exposed to daily cash redemptions of redeemable units. The units of the Fund are redeemed on demand at the current net asset value per unit at the option of the unitholder. Liquidity risk is managed by investing the majority of the Fund's assets in investments that are traded in an active market and can be readily disposed. The Fund aims to retain sufficient cash and cash equivalent positions to maintain liquidity; therefore, the liquidity risk for the Fund is considered minimal. In addition, the Fund maintains sufficient cash on hand to fund anticipated redemptions.

All of the Fund's financial liabilities as at December 31, 2015 and 2014 are due within three months. Redeemable units are redeemable on demand at the holder's option.

#### (c) *Market risk*

The Fund's investments are subject to market risk, which is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The following include sensitivity analyses that show how the net assets attributable to holders of redeemable units would have been affected by a reasonably possible change in the relevant risk variable at each reporting date. In practice the actual results may differ and the differences may be material.

#### i) *Currency risk*

The Fund holds assets and liabilities that are denominated in currencies other than the Canadian dollar, the functional currency. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies will fluctuate due to changes in exchange rates. As well, the Fund may enter into forward foreign exchange contracts primarily with the intention to offset or reduce exchange rate risks associated with the investments and also, periodically, to enhance returns to the portfolio. The Canadian dollar value of forward foreign exchange contracts is determined using forward currency exchange rates supplied by an independent service provider. Losses may arise due to a change in the value of the foreign currency or if the counterparty fails to perform under the contract.

# Global Iman Fund

## Notes to the financial statements

December 31, 2015 and 2014

### 5. Financial instruments risk (continued)

#### (c) Market risk (continued)

##### i) Currency risk (continued)

The tables below summarize the Fund's exposure to currency risks as at December 31, 2015 and 2014. Had the exchange rate between the Canadian dollar and the foreign currencies increased (decreased) by 10%, with all other variables held constant, net assets attributable to holders of redeemable units would have (decreased) increased by \$ 3,136,089 at December 31, 2015 (December 31, 2014 - \$1,968,054). In practice, actual results may differ from this sensitivity analysis.

<b>December 31, 2015</b>	<b>Monetary assets</b>	<b>Non-monetary assets</b>	<b>Net exposure</b>	<b>Percentage of net assets</b>
	\$	\$	\$	%
Britain, Pounds	1,795,070	-	1,795,070	5.6
Euro	3,118,613	-	3,118,613	9.7
Japan, Yen	898,303	-	898,303	2.8
Singapore, Dollars	564,974	-	564,974	1.8
Sweden, Krona	-	-	-	-
Switzerland, Francs	2,794,353	-	2,794,353	8.7
United States, Dollars	22,189,577	-	22,189,577	69.3
<b>Total</b>	<b>31,360,890</b>	<b>-</b>	<b>31,360,890</b>	<b>97.9</b>

<b>December 31, 2014</b>	<b>Monetary assets</b>	<b>Non-monetary assets</b>	<b>Net exposure</b>	<b>Percentage of net assets</b>
	\$	\$	\$	%
Britain, Pounds	1,234,395	-	1,234,395	5.8
Euro	1,648,356	-	1,648,356	7.8
Japan, Yen	534,909	-	534,909	2.5
Singapore, Dollars	409,782	-	409,782	1.9
Sweden, Krona	105,793	-	105,793	0.5
Switzerland, Francs	1,502,837	-	1,502,837	7.1
United States, Dollars	14,244,464	-	14,244,464	67.4
<b>Total</b>	<b>19,680,536</b>	<b>-</b>	<b>19,680,536</b>	<b>93.0</b>

# Global Iman Fund

## Notes to the financial statements

December 31, 2015 and 2014

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### 5. Financial instruments risk (continued)

#### (c) Currency risk (continued)

##### ii) Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk). The Fund Manager aims to moderate this risk through a careful selection and diversification of securities and other financial instruments within the limits of the Fund's investment objectives and strategy.

The impact on net assets of the Fund due to a 10% change in the Dow Jones Sustainability World Indexes and the Dow Jones Islamic Market Titans 100 index benchmarks (the "benchmark"), using a historical correlation between the return of the Fund as compared to the return of the Fund's benchmark, as at December 31, 2015 and 2014, with all other variables held constant, is included in the following table.

	December 31, 2015	December 31, 2014
	\$	\$
Impact on net assets	<b>3,202,309</b>	2,111,896

This analysis assumes that all other variables remained unchanged. The historical correlation may not be representative of the future correlation.

#### (d) 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:

Market Segment	December 31, 2015	December 31, 2014
	%	%
Energy	6.7%	11.3%
Materials	5.6%	4.4%
Industrials	2.0%	5.9%
Consumer Discretionary	6.3%	5.0%
Consumer Staples	14.6%	8.2%
Health Care	27.2%	23.6%
Financials	0.0%	0.0%
Information Technology	32.1%	31.7%
Telecommunications	3.4%	3.1%
<b>Total</b>	<b>97.9%</b>	<b>93.2%</b>

# Global Iman Fund

## Notes to the financial statements

December 31, 2015 and 2014

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### 6. Fair value measurement

The Fund classifies the fair value of its financial instruments within a hierarchy which gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy are as follows:

- Level 1: Fair value based on unadjusted quoted prices in active markets for identical assets or liabilities that the Manager has the ability to access at the measurement date.
- Level 2: Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active.
- Level 3: Inputs based on at least one significant non-observable input that is not supported by market data. There is little if any market activity. Inputs into the determination of fair value require significant management judgment or estimation.

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. The following fair value hierarchy tables present information about the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2015 and 2014.

<b>December 31, 2015</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	\$	\$	\$	\$
Financial assets				
Equities	<b>31,360,723</b>			<b>31,360,723</b>
<b>Total financial assets</b>	<b>31,360,723</b>	-	-	<b>31,360,723</b>

<b>December 31, 2014</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	\$	\$	\$	\$
Financial assets				
Equities	19,680,519	-	-	19,680,519
<b>Total financial assets</b>	<b>19,680,519</b>	-	-	<b>19,680,519</b>

There have been no transfers between levels during the years ended December 31, 2015 and 2014.

The carrying value of cash, subscriptions receivable, dividends receivable, other receivables, payable for investments purchased, management fees payable and other accrual expense approximate their fair value given their short term nature.

# Global Iman Fund

## Notes to the financial statements

December 31, 2015 and 2014

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### 7. Redeemable units

The Fund may issue an unlimited number of units of each series.

During the years ended December 31, 2015 and 2014, the number of units issued redeemed and outstanding was as follows:

	Series A		Series F	
	2015	2014	2015	2014
Units outstanding - beginning	1,055,646	807,470	249,329	55,159
Redeemable units issued	410,344	324,154	69,823	198,072
Redeemable units redeemed	(88,146)	(82,959)	(36,355)	(5,091)
Units issued on reinvestment of distributions	67,613	6,981	12,132	1,189
<b>Units outstanding - end</b>	<b>1,445,457</b>	<b>1,055,646</b>	<b>294,929</b>	<b>249,329</b>

### 8. Management fees and expenses

#### *Management fees and related party transactions*

The Fund pays the Fund Manager an annual management fee of up to 2.5% in the case of Series A units and up to 1.5% in the case of Series F, subject to Harmonized Sales Taxes as applicable, to cover management expenses. The management fee is calculated and accrued daily and is paid on the last day of each month based on the average daily net asset value of the Fund. For the year ended December 31, 2015, the management fee was \$ 714,205 (December 31, 2014 - \$450,566), of which \$70,185 (December 31, 2014 - \$48,273) remains payable.

#### *Expenses*

The Fund is responsible for the payment of all direct expenses related to its operations, such as brokerage commissions and fees, taxes, audit and legal fees, safekeeping and custodial fees and other expenses. Each series of units of the Fund is responsible for the operating expenses that relate specifically to that series.

The remuneration paid to members on the Independent Review Committee by the Fund during the year ended December 31, 2015 was \$2,700 (December 31, 2014 - \$750).

Certain administration and custodian fees have been absorbed by the Manager. These expenses are noted on the Statements of Income and Comprehensive Income. Such absorption can be terminated by the Fund Manager at any time without notice.

### 9. Brokerage commissions and soft dollars

The Fund paid \$10,936 (December 31, 2014 - \$8,635) in brokerage commissions and other transaction costs for portfolio transactions for the year ended December 31, 2015.

# Global Iman Fund

## Notes to the financial statements

December 31, 2015 and 2014

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### 10. Increase in net assets attributable to holders of redeemable units per unit

The increase in net assets attributable to holders of redeemable units per unit for the years ended December 31, 2015 and 2014 is calculated as follows:

<b>Series A</b>	<b>December 31, 2015</b>	December 31, 2014
	\$	\$
Increase in net assets attributable to holders of redeemable units	<b>3,695,888</b>	1,643,453
<u>Weighted average units outstanding during the period</u>	<u><b>1,248,285</b></u>	<u>944,988</u>
Increase in net assets attributable to holders of redeemable units per unit	<b>2.96</b>	1.74
<b>Series F</b>	<b>December 31, 2015</b>	December 31, 2014
	\$	\$
Increase in net assets attributable to holders of redeemable units	<b>892,513</b>	248,371
<u>Weighted average units outstanding during the period</u>	<u><b>270,887</b></u>	<u>145,296</u>
Increase in net assets attributable to holders of redeemable units per unit	<b>3.29</b>	1.71

### 11. Income tax

The Fund qualifies as a mutual fund trust under the provisions of the *Income Tax Act* (Canada) ("ITA"). The Fund is subject to tax on its income, including net realized capital gains, for the year in which it is not paid or payable to the unitholders as at the end of the year. Income taxes on net realized gains not paid or payable by the Fund is generally recovered by virtue of refunding provisions contained in the ITA and provincial income tax acts, as redemptions occur. The Fund ensures sufficient distributions of income and of net realized capital gains are made to unitholders of record for the Fund, so that no provision for income taxes is required in the financial statements.

The Fund has no capital and non-capital loss carryforward balances. No value has been recognized in the Statements of Financial Position with regards to the loss carryforwards.