

Annual Report of the Independent Review Committee of the Spartan Group of Funds (the "Funds")

March 28, 2017

IRC Annual Report to: Securityholders in the Spartan Group of Funds (the "Funds") as listed at the end of this report

Dear Securityholder,

In accordance with **National Instrument 81-107 *Independent Review Committee for Investment Funds*** ("NI 81107" or the "Instrument"), the Manager established an Independent Review Committee (the "Committee" or "IRC") for the Funds in September 2014. The IRC has functioned in accordance with the applicable securities laws and is composed of three individuals, each of whom is independent of the Fund, the Manager and each entity related to the Manager (as defined in the Instrument).

The IRC is pleased to publish its annual report to securityholders, covering the period from January 1, 2016 to December 31, 2016 ("the Reporting Period").

Mandate of the IRC

In accordance with the Instrument, the mandate of the IRC is to consider and provide decisions to the Manager on conflicts of interest to which the Manager may be subject when managing the Fund. The Manager is required under the Instrument to identify potential conflicts of interest inherent in its management of the Fund, develop written policies and procedures guiding its management of those conflicts and request input from the IRC on those written policies and procedures, hereinafter referred to as the Conflict of Interest Matters manual.

When a conflict matter arises, the Manager must refer its proposed course of action in respect of such conflict to the IRC for its review. While certain matters require the IRC's prior approval, in most cases the IRC will provide a decision to the Manager as to whether or not, in the opinion of the IRC, the Manager's proposed action provides a fair and reasonable result for the Fund. For recurring conflict of interest matters, the IRC can provide the Manager with Standing Instructions ("SIs") that enable the Manager to proceed with certain matters without having to refer them to the IRC each time for approval, providing the Manager deals with the conflicts in accordance with the SIs.

The IRC is empowered to represent the best interest of the Funds in any matter where the Manager has referred a conflict of interest matter to it. In those cases, it has sought to ensure that the Manager's proposed course of action represents a fair and reasonable result for the Fund.

The IRC has engaged Independent Review Inc. to assist it in its duties in accordance with the provisions of the Instrument and the IRC's written charter, to provide certain administrative and record keeping functions, and to act as the IRC's independent secretariat.

Composition of the IRC

The current members of the IRC, and their principal occupations, are as follows:

<i>Name and municipality of residence</i>	<i>Principal Occupation</i>	<i>Term of Office</i>
Chair, William Woods, Toronto, Ontario	Consultant, Lawyer, Independent Director, former CEO of the Bermuda Stock Exchange	Initially appointed September 18, 2014 Term: to December 31,2019
Rod Seyffert, Toronto, Ontario	Lawyer, former senior partner at Gowling Hendersons	Initially appointed September 18, 2014 Term: to December 31,2017
Sue Bochner, Freelton, Ontario	Principal of Sue Bochner & Associates	Initially appointed September 18, 2014 Term: to December 31,2018

On October 13, 2016 William Woods was re-appointed to the Spartan IRC effective January 1, 2017 for a term of three years.

On October 13, 2016 Sue Bochner was re-appointed to the Spartan IRC effective January 1, 2017 for a term of two years.

There were no other changes in the composition of the IRC during the Reporting Period.

Compensation and Indemnification

Review of Compensation

At least annually, the IRC reviews its compensation giving consideration to the following:

- the nature and extent of the workload of each member of the IRC, including the commitment of time and energy expected from each member;
- the number of meetings required by the IRC including special meetings to consider conflict issues brought to the committee;
- industry best practices, including industry averages and surveys on IRC compensation; and
- the complexity of the conflict issues brought to the IRC.

The IRC reviewed comparable benchmarks and has determined not to make any changes in the Members' compensation at this time.

Members' Fees

In aggregate the IRC members were paid \$14,000 in 2016.

Indemnities Granted

The Funds and the Manager have provided each IRC Member with a contractual indemnity in keeping with NI 81 - 107. No payments were paid to the IRC Members pursuant to this indemnity by the Funds or the Manager during the Reporting Period.

Disclosure of IRC Members' Holdings

As at December 31, 2016, the IRC Members did not beneficially own, directly or indirectly:

- any units of any of the Spartan Funds;
- any interests in the Manager; or
- any interests in a company or person that provides services to the Manager or the Fund.

Decisions and Approvals

The Manager did not bring any referrals to the IRC therefore the Committee did not make any decisions or approvals during the Reporting Period.

Standing Instruction Approved

The IRC has approved one Standing Instruction (SI) which constitutes a written approval or decision from the IRC that permits the Manager to proceed with the specific action(s) set out in the SI on an ongoing basis, without having to refer the conflict of interest matter or its proposed action to the IRC, provided that the Manager complies with the terms and conditions of the SI. In each case, the SI required the Manager to comply with its related policy and procedures and to report periodically to the IRC.

Standing Instruction No. 1: Omnibus.

This SI deals with a number of conflict of interest matters including:

1. Fees and Expenses
2. Trade Allocations
3. Portfolio Pricing Issues
4. Pricing Errors and other Errors
5. Broker Selection
6. Showing Favoritism
7. Outsourcing to Third-party Services
8. Personal Trading
9. Client Complaints
10. Capacity Issues

Manager's Report on its Standing Instruction

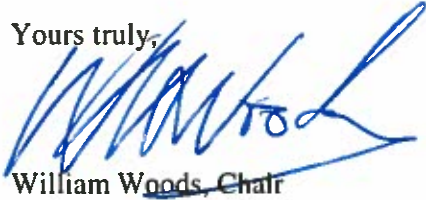
In accordance with the Instrument, the Manager provided a written report to the IRC describing its reliance on the SI during the Reporting Period. The Manager relied on the SI during the Reporting Period.

Fund served by the IRC

- MM Fund

This report is available on the Manager's website at <http://www.spartanfunds.ca> or you may request a copy, at no cost to you, by contacting the Manager at 416-649-4541 or toll free at 1-866-998-8298 or email the Funds info@spartanfunds.ca. This document and other information about the Funds are available on www.sedar.com

Yours truly,

A handwritten signature in blue ink, appearing to read 'William Woods', is written over the printed name below.

William Woods, Chair

Schedule of IRC Members who sit on IRCs for other Fund Families

William Woods serves as a member of the Independent Review Committees for the following funds:

Investment funds that are reporting issuers managed by Integra Capital Limited;
Investment funds that are reporting issuers managed by Sprott Asset Management Inc.;
Investment funds that are reporting issuers managed by Picton Mahoney Asset Management Inc.
Investment funds that are reporting issuers managed by Goodwood Inc.
Investment funds that are reporting issuers managed by Russell Investments Canada Limited;
Investment funds that are reporting issuers managed by The Knowledge First Foundation;
Investment funds that are reporting issuers managed by Next Edge Capital Corp.;
Investment funds that are reporting issuers managed by Northwest & Ethical Investments L.P.
Investment funds that are reporting issuers managed by Onex Credit Partners, LLC. ; and
Investment funds that are reporting issuers managed by Questrade Financial Group Inc.
Investment funds that are reporting issuers managed by Educators Financial Group Inc.
(Appointed Jan 1, 2017)

Sue Bochner serves as a member of the Independent Review Committees for the following funds:

Investment funds that are reporting issuers managed by Sentry Investments Inc.