



## Annual Management Report of Fund Performance

for the financial year ended August 31, 2015

All figures are reported in Canadian dollars unless otherwise noted.

This annual management report of fund performance contains financial highlights but does not contain the complete annual financial statements of the investment fund. If you have not received a copy of the annual financial statements with this annual management report of fund performance, you can get a copy of the annual financial statements at your request, and at no cost, by calling us toll-free at 1-888-888-3863, by writing to us at Renaissance Investments, 1500 Robert-Bourassa Boulevard, Suite 800, Montreal, QC, H3A 3S6, by visiting the SEDAR website at [sedar.com](http://sedar.com), or by visiting [renaissanceinvestments.ca](http://renaissanceinvestments.ca).

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

### Management Discussion of Fund Performance

#### Investment Objective and Strategies

**Investment Objective:** Frontiers Global Bond Pool (the *Pool*) seeks to generate a high level of income and capital growth by investing in bonds and other fixed income securities anywhere in the world. The bonds must have a minimum rating of 'BBB' by DBRS Limited (*DBRS*), or equivalent.

**Investment Strategies:** The Pool employs a strategy that benefits from multiple investment approaches. It includes a value-based approach to buying bonds with higher real yields, and a total-return based approach emphasizing fundamentals, valuation, and market sentiment to determine relative value across country, currency, and sector allocations, as well as active management in interest rate decisions. The basis on which these decisions are made comes from a review of global macroeconomic, political, and capital market conditions.

#### Risk

The Pool is a global fixed income fund that is suitable for medium- to long-term investors who can tolerate low to medium investment risk.

For the period ended August 31, 2015, the Pool's overall level of risk remains as discussed in the simplified prospectus.

#### Results of Operations

Brandywine Global Investment Management, LLC (*Brandywine*), Wellington Management Canada LLC (*Wellington*), and PIMCO Canada Corp. (*PIMCO*) provide investment advice and investment management services to the Pool. These portfolio sub-advisors use different investment styles and the percentage of the Pool allocated to each portfolio sub-advisor will change from time to time.

- Until March 31, 2015, PIMCO: Global Aggregate, approximately 50%
- Effective April 1, 2015, Wellington: Global Aggregate, approximately 50%
- Brandywine: Global Opportunistic, approximately 50%

The commentary that follows provides a summary of the results of operations for the period ended August 31, 2015. All dollar figures are expressed in thousands, unless otherwise indicated.

The Pool's net asset value increased by 51% during the period, from \$84,428 as at August 31, 2014 to \$127,293 as at August 31, 2015. Net sales of \$30,680 in the period included purchases of \$95 due to rebalancing of a portfolio product that holds units of the Pool. Positive investment performance also contributed to an overall increase in net asset value.

Class A units of the Pool posted a return of 10.4% for the period. The Pool's benchmark, the Barclays Global Aggregate Bond Index (the *benchmark*), returned 14.8% for the same period. The Pool's return is after the deduction of fees and expenses, unlike the benchmark. See *Past Performance* for the returns of other classes of units offered by the Pool.

Several factors affected global bond markets over the period, including uneven growth in the global economy, diverging policy outlooks from the U.S. Federal Reserve Board (the *Fed*) and the European Central Bank (*ECB*), and lower global commodity prices.

Investors remained uncertain as to when and how the Fed would raise its federal funds rate. China took steps to stimulate growth by devaluing the renminbi, cutting its lending rate and lowering its reserve requirement. In emerging markets, Brazil and Mexico both implemented economic reform agendas. The Central Bank of Sweden unexpectedly reduced policy rates to -0.35% and increased the size of its quantitative easing program. The Bank of Canada (*BoC*) and the Reserve Bank of New Zealand each cut their benchmark interest rates by 25 basis points. The BoC's move was seen largely as an effort to counteract the impact of lower oil prices on the Canadian economy.

While PIMCO was a sub-advisor of the Global Aggregate component, underweight duration in the U.S., the U.K., and Canada detracted from performance, as interest rates fell in these regions. Also

detracting from performance was an underweight duration in the eurozone core, as German bond yields fell.

The Global Aggregate component's underweight exposure to the euro and yen contributed to performance, as these currencies fell relative to the U.S. dollar. Overweight duration in Spain and Italy also contributed, as sovereign spreads in these countries tightened, as did holdings in local bonds in Mexico, where sovereign rates fell. Exposure to U.S. inflation-linked bonds also contributed to performance as the market's inflation expectations fell.

After Wellington was appointed as a sub-advisor of the Global Aggregate component, underweight exposure to European currencies, such as the euro and British pound, detracted from performance, as the U.S. dollar rally reversed after subdued U.S. economic data was released. Underweight exposure to the Australian dollar versus the yen and New Zealand dollar detracted from performance as China's loosening monetary policy led to a rebound in iron ore prices and the Australian dollar.

Overweight duration in Australia and the U.K. also detracted from performance as most global government bond yields increased beginning mid-April. Underweight duration in the U.S. also detracted as U.S. Treasuries rallied in July as a result of falling oil prices and softness in U.S. wages. Underweight duration in Japan detracted from performance as Japanese yields declined later in the period. Finally, the Pool's overweight exposure to investment-grade corporate bonds detracted from performance as credit spreads widened in an environment of rising yields and market volatility driven by concerns about a Chinese slowdown.

Overweight exposure to the yen versus Asian and commodity-linked currencies contributed to performance as perceived "safe haven" currencies rose in response to the Chinese yuan devaluation. Overweight exposure to the Swedish krona contributed to performance, as the currency strengthened in response to the ECB's quantitative easing.

Wellington increased the Pool's exposure to U.S. and U.K. bonds, believing that increasing financial market volatility could weigh on higher-risk assets, leading investors to move toward lower-risk bonds. Wellington increased the Pool's overweight exposure to the U.S. dollar as the dollar is expected to remain strong over the medium term. Wellington also increased the Pool's overweight exposure to the yen as the probability of further accommodation from the Bank of Japan is falling.

Wellington reduced the Pool's underweight duration given the Greek uncertainty and investors' resulting quest for less risky investments. In addition, Wellington increased the Pool's exposure to the euro, as Greek uncertainty means the ECB is likely to maintain aggressive quantitative easing, in Wellington's view. Exposure to Asian and commodity-linked currencies was also decreased as Wellington believes emerging markets exporters face challenges from weak global demand and the depreciation of the renminbi. Lastly, Wellington decreased the Pool's exposure to the British pound, as the currency's strength is contributing to tighter U.K. financial conditions and reinforcing disinflationary impulses from abroad.

In the Global Opportunistic component an underweight exposure to the euro detracted from performance. The euro appreciated against the Canadian dollar as the Canadian dollar weakened as a result of lower oil prices. Exposure to bonds detracted from performance relative to the benchmark, although it contributed to absolute performance.

Overall currency exposure contributed to performance, largely as a result of the Pool's overweight exposure to the U.S. dollar, which appreciated against most currencies. Overweight exposures to the Chilean peso and Indian rupee slightly contributed to performance.

Brandywine added foreign currency exposure to Norway's krone and Sweden's krona, which was funded by eliminating the Pool's foreign currency exposure to U.K. gilts. Brandywine believes that both Norway and Sweden's currencies are better positioned to benefit from global growth versus the gilt. Brandywine increased the Pool's exposure to the Australian dollar by covering the Pool's hedge. The Australian dollar has depreciated as a result of weak commodity prices and slower growth in China. Brandywine believes the earlier Australian-dollar weakness and Chinese economic stimulus should be a boost to Australian commodity exports.

Brandywine also increased exposure to the Polish zloty by removing the Pool's hedge against the zloty, based on the expectation that Poland's growth outlook and geographic proximity to European markets could attract foreign direct investment. Brandywine eliminated the Pool's exposure to the Korean won, which has come under pressure recently, weakening against the yen and U.S. dollar. The prospect of competitive currency devaluation poses a risk, therefore, Brandywine has eliminated all won exposure—in both bonds and currency.

The Pool experienced a lower portfolio turnover rate compared to the previous period when there was a portfolio sub-advisor change.

### Recent Developments

Effective April 1, 2015, Wellington Management Canada LLC replaced PIMCO Canada Corp. as a portfolio sub-advisor. Brandywine Global Investment Management, LLC will continue to provide portfolio management services to the Pool.

### *International Financial Reporting Standards (IFRS)*

Investment companies that are publicly accountable enterprises or investment funds to which National Instrument 81-106 - *Investment Fund Continuous Disclosure* is applicable, are required to adopt IFRS for the first time for interim financial reports and annual financial statements relating to annual periods beginning on or after January 1, 2014. As a result, the Pool adopted IFRS as of September 1, 2014 and is publishing its first annual financial statements, prepared in accordance with IFRS for the year ended August 31, 2015. The 2015 interim financial reports and annual financial statements include 2014 comparative financial information and opening Statements of Financial Position as at September 1, 2013. As at August 31, 2015, the impact of the Pool's transition to IFRS is summarized as follows:

- Under IFRS, the Pool measures the fair value of its investments using the guidance in IFRS 13 *Fair Value Measurement*, which

requires that if an asset or a liability has a bid price or an ask price, then its fair value is to be based on a price within the bid-ask spread that is most representative of fair value. It also allows the use of mid-market pricing or other pricing conventions that are used by market participants as a practical expedient for fair value measurements within a bid-ask spread. The Pool has adopted accounting policies for the valuation of investments to utilize mid-market prices that align more closely with the calculation of net asset value (NAV) used to price unitholder transactions (*Transaction NAV*).

- IFRS 10 *Consolidated Financial Statements* provides an exception to the consolidation requirements and requires an investment entity to account for its subsidiaries at fair value through profit or loss. The Manager has concluded that the Pool meets the definition of an investment entity as at August 31, 2015, August 31, 2014, September 1, 2013, and throughout the periods ended August 31, 2015 and August 31, 2014.
- Under Canadian generally accepted accounting principles (GAAP), the Pool accounted for its redeemable units as equity. Under IFRS, International Accounting Standard 32 *Financial Instruments Presentation* (IAS 32) requires that units or shares of equity which include a contractual obligation for the issuer to repurchase or redeem them for cash or another financial asset be classified as a financial liability. As at August 31, 2015, August 31, 2014 and September 1, 2013 the Pool's units did not meet the criteria in IAS 32 for classification as equity and therefore have been reclassified as financial liabilities on the Statements of Financial Position.
- IFRS requires the presentation of a Statement of Cash Flows, including comparatives for 2014. The Pool has not previously presented this statement as was permitted under Canadian GAAP.
- Other reclassifications, presentation differences, and additional disclosures are required in the financial statements to comply with IFRS.

### Related Party Transactions

CIBC and its affiliates have the following roles and responsibilities with respect to the Pool, and receive the fees described below in connection with their roles and responsibilities.

#### *Manager, Trustee, and Portfolio Advisor of the Pool*

CAMI, a wholly-owned subsidiary of CIBC, is the Manager, Trustee, and Portfolio Advisor of the Pool. CAMI receives management fees with respect to the day-to-day business and operations of the Pool, calculated based on the net asset value of each respective class of units of the Pool as described in *Management Fees*. As Trustee, CAMI holds title to the property (cash and securities) of the Pool on behalf of its unitholders. As Portfolio Advisor, CAMI provides, or arranges to provide, investment advice and portfolio management services to the Pool. CAMI also compensates dealers in connection with their marketing activities regarding the Pool. From time to time, CAMI may provide seed capital to the Pool.

#### *Distributor*

The CIBC Wood Gundy division of CIBC World Markets Inc. (*CIBC WM*) is a dealer through which units of the Pool are sold to investors. CIBC WM is a wholly-owned subsidiary of CIBC. CAMI may pay sales commissions and trailing commissions to the dealer in connection with the sale of units of the Pool. CIBC WM may pay a portion of these sales commissions and trailing commissions to their advisors who sell units of the Pool to investors.

#### *Brokerage Arrangements and Soft Dollars*

Portfolio Advisor and any portfolio sub-advisors make decisions, including the selection of markets and dealers and the negotiation of commissions, with respect to the purchase and sale of portfolio securities, certain derivative products (including futures) and the execution of portfolio transactions. Brokerage business may be allocated by the Portfolio Advisor and any portfolio sub-advisors, to CIBC WM and CIBC World Markets Corp., each a subsidiary of CIBC. CIBC WM and CIBC World Markets Corp. may also earn spreads on the sale of fixed income securities, other securities and certain derivative products (including forwards) to the Pool. A spread is the difference between the bid and ask prices for a security in the applicable marketplace, with respect to the execution of portfolio transactions. The spread will differ based upon various factors such as the nature and liquidity of the security.

CIBC WM and CIBC World Markets Corp. may furnish goods and services, other than order execution, to portfolio sub-advisors when they process trades through them (referred to in the industry as "soft dollar" arrangements). These goods and services assist portfolio sub-advisors with their investment decision-making services for the Pool or relate directly to the execution of portfolio transactions on behalf of the Pool. In accordance with the terms of the sub-advisory agreements, such soft-dollar arrangements are in compliance with applicable laws.

In addition, CAMI may enter into commission recapture arrangements with certain dealers with respect to the Pool. Any commission recaptured will be paid to the Pool.

During the period, the Pool did not pay any brokerage commissions or other fees to CIBC WM or CIBC World Markets Corp. Spreads associated with fixed income and other securities are not ascertainable and, for that reason, cannot be included when determining these amounts.

#### *Pool Transactions*

The Pool may enter into one or more of the following transactions (the *Related Party Transactions*) in reliance on the standing instructions issued by the Independent Review Committee (*IRC*):

- invest in or hold equity securities of CIBC or issuers related to a portfolio sub-advisor;
- invest in or hold non-exchange-traded debt securities of CIBC or an issuer related to CIBC in a primary offering and in the secondary market;
- make an investment in the securities of an issuer for which CIBC WM, CIBC World Markets Corp., or any affiliate of CIBC (a *Related*

*Dealer*) acts as an underwriter during the offering of the securities at any time during the 60-day period following the completion of the offering of such securities (in the case of a "private placement" offering, in accordance with the exemptive relief order granted by the Canadian securities regulatory authorities and in accordance with the policies and procedures relating to such investment);

- purchase equity or debt securities from or sell them to a Related Dealer, where it is acting as principal;
- undertake currency and currency derivative transactions where a Related Dealer is the counterparty; and
- purchase securities from or sell securities to another investment fund or a managed account managed by the Manager or an affiliate of the Manager.

The IRC reviews the Related Party Transactions for which they have issued standing instructions at least annually. The IRC is required to advise the Canadian securities regulatory authorities if it determines that an investment decision was not made in accordance with conditions of its approval.

#### *Custodian*

CIBC Mellon Trust Company is the custodian of the Pool (the *Custodian*). The Custodian holds all cash and securities for the Pool and ensures that those assets are kept separate from any other cash or securities that the custodian might be holding. The Custodian also provides other services to the Pool including record-keeping and processing foreign exchange transactions. The fees and spreads for the services of the Custodian directly related to the execution of portfolio transactions by the Pool are paid by CAMI and/or dealer(s) directed by CAMI, up to the amount of the credits generated under soft dollar arrangements from trading on behalf of the Pool during that month. All other fees and spreads for the services of the Custodian are paid by the Manager and charged to the Pool on a recoverable basis. CIBC owns a 50% interest in the Custodian.

#### *Service Provider*

CIBC Mellon Global Securities Services Company (*CIBC GSS*) provides certain services to the Pool, including securities lending, fund accounting and reporting, and portfolio valuation. Such servicing fees are paid by the Manager and charged to the Pool on a recoverable basis. CIBC indirectly owns a 50% interest in CIBC GSS.

## Frontiers Global Bond Pool

### Financial Highlights

The following tables show selected key financial information about the Pool and are intended to help you understand the Pool's financial performance for the period ended August 31.

#### The Pool's Net Assets per Unit<sup>1</sup> - Class A Units

	2015	2014	2013	2012	2011
<b>Net Assets, beginning of period</b>	\$ 10.19	\$ 9.48	\$ 9.17	\$ 9.02	\$ 9.16
<b>Increase (decrease) from operations:</b>					
Total revenue	\$ 0.42	\$ 0.16	\$ 0.41	\$ 0.47	\$ 0.41
Total expenses	(0.23)	(0.21)	(0.20)	(0.19)	(0.18)
Realized gains (losses) for the period	0.62	0.60	0.61	0.31	0.06
Unrealized gains (losses) for the period	0.25	0.26	(0.40)	(0.06)	(0.24)
<b>Total increase (decrease) from operations<sup>2</sup></b>	\$ 1.06	\$ 0.81	\$ 0.42	\$ 0.53	\$ 0.05
<b>Distributions:</b>					
From income (excluding dividends)	\$ 0.06	\$ 0.08	\$ 0.10	\$ 0.37	\$ 0.22
From dividends	—	—	—	—	—
From capital gains	—	—	—	—	—
Return of capital	—	—	0.02	—	—
<b>Total Distributions<sup>3</sup></b>	\$ 0.06	\$ 0.08	\$ 0.12	\$ 0.37	\$ 0.22
<b>Net Assets, end of period</b>	\$ 11.19	\$ 10.19	\$ 9.48	\$ 9.17	\$ 9.02

<sup>1</sup> This information is derived from the Pool's audited annual financial statements. The Pool adopted IFRS on September 1, 2014. Previously, the Pool prepared its financial statements in accordance with Canadian Generally Accepted Accounting Principles (GAAP) as defined in Part V of the CPA Canada Handbook. Under Canadian GAAP, the Pool measured fair values of its investments in accordance with CICA Handbook Section 3855 which required the use of bid prices for long positions and ask prices for short positions. As such, the net assets per unit figure presented in the financial statements may differ from the net asset value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to the financial statements issued prior to September 1, 2014. Upon adoption of IFRS, the Pool measures the fair value of its investments by using the close market prices, where the close market price falls within the bid-ask spread. As such, the Pool's accounting policies for measuring the fair value of investments in the financial statements are consistent with those used in measuring the net asset value for transactions with unitholders. Accordingly, the opening net asset figure as at September 1, 2013 reflects the adjusted amount in accordance with IFRS. All figures presented for periods prior to September 1, 2013 were prepared in accordance with Canadian GAAP.

<sup>2</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The total increase (decrease) from operations is based on the weighted average number of units outstanding during the period.

<sup>3</sup> Distributions were paid in cash, reinvested in additional units of the Pool, or both.

#### Ratios and Supplemental Data - Class A Units

	2015	2014	2013	2012	2011
<b>Total Net Asset Value (000s)<sup>4</sup></b>	\$ 17,689	\$ 17,400	\$ 18,539	\$ 23,833	\$ 26,146
<b>Number of Units Outstanding<sup>4</sup></b>	1,581,199	1,706,797	1,955,183	2,595,118	2,894,382
<b>Management Expense Ratio<sup>5</sup></b>	2.09%	2.09%	2.09%	2.09%	2.09%
<b>Management Expense Ratio before waivers or absorptions<sup>6</sup></b>	3.23%	3.23%	2.61%	2.57%	2.70%
<b>Trading Expense Ratio<sup>7</sup></b>	0.05%	0.00%	0.00%	0.00%	0.00%
<b>Portfolio Turnover Rate<sup>8</sup></b>	128.52%	468.98%	434.42%	50.04%	90.03%
<b>Net Asset Value per Unit</b>	\$ 11.19	\$ 10.19	\$ 9.48	\$ 9.18	\$ 9.03

<sup>4</sup> This information is presented as at August 31 of the period(s) shown.

<sup>5</sup> Management expense ratio is based on the total expenses of the fund (excluding commissions and other portfolio transaction costs), incurred by or allocated to a class of units for the period shown, expressed as an annualized percentage of the daily average net asset value of that class during the period.

<sup>6</sup> The decision to waive and/or absorb management fees and operating expenses is at the discretion of the Manager. The practice of waiving and/or absorbing management fees and operating expenses may continue indefinitely or may be terminated at any time without notice to unitholders.

<sup>7</sup> The trading expense ratio represents total commissions and other portfolio transaction costs before income taxes expressed as an annualized percentage of the daily average net asset value during the period. Spreads associated with fixed income securities trading are not ascertainable and, for that reason, are not included in the trading expense ratio calculation.

<sup>8</sup> The portfolio turnover rate indicates how actively the portfolio advisor and/or portfolio sub-advisor manages the portfolio investments. A portfolio turnover rate of 100% is equivalent to a fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a portfolio turnover rate in a period, the greater the trading costs payable by a fund in the period, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

## Frontiers Global Bond Pool

### The Pool's Net Assets per Unit<sup>1</sup> - Class C Units

	2015	2014	2013	2012	2011
<b>Net Assets, beginning of period</b>	\$ 11.99	\$ 11.17	\$ 10.79	\$ 10.68	\$ 10.83
<b>Increase (decrease) from operations:</b>					
Total revenue	\$ 0.51	\$ 0.21	\$ 0.50	\$ 0.52	\$ 0.51
Total expenses	(0.16)	(0.15)	(0.14)	(0.13)	(0.13)
Realized gains (losses) for the period	0.76	0.79	0.70	0.36	0.06
Unrealized gains (losses) for the period	0.17	0.27	(0.46)	(0.07)	(0.36)
<b>Total increase (decrease) from operations<sup>2</sup></b>	\$ 1.28	\$ 1.12	\$ 0.60	\$ 0.68	\$ 0.08
<b>Distributions:</b>					
From income (excluding dividends)	\$ 0.16	\$ 0.21	\$ 0.20	\$ 0.59	\$ 0.34
From dividends	—	—	—	—	—
From capital gains	—	—	—	—	—
Return of capital	—	—	0.02	—	—
<b>Total Distributions<sup>3</sup></b>	\$ 0.16	\$ 0.21	\$ 0.22	\$ 0.59	\$ 0.34
<b>Net Assets, end of period</b>	\$ 13.17	\$ 11.99	\$ 11.16	\$ 10.79	\$ 10.68

<sup>1</sup> This information is derived from the Pool's audited annual financial statements. The Pool adopted IFRS on September 1, 2014. Previously, the Pool prepared its financial statements in accordance with Canadian Generally Accepted Accounting Principles (GAAP) as defined in Part V of the CPA Canada Handbook. Under Canadian GAAP, the Pool measured fair values of its investments in accordance with CICA Handbook Section 3855 which required the use of bid prices for long positions and ask prices for short positions. As such, the net assets per unit figure presented in the financial statements may differ from the net asset value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to the financial statements issued prior to September 1, 2014. Upon adoption of IFRS, the Pool measures the fair value of its investments by using the close market prices, where the close market price falls within the bid-ask spread. As such, the Pool's accounting policies for measuring the fair value of investments in the financial statements are consistent with those used in measuring the net asset value for transactions with unitholders. Accordingly, the opening net asset figure as at September 1, 2013 reflects the adjusted amount in accordance with IFRS. All figures presented for periods prior to September 1, 2013 were prepared in accordance with Canadian GAAP.

<sup>2</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The total increase (decrease) from operations is based on the weighted average number of units outstanding during the period.

<sup>3</sup> Distributions were paid in cash, reinvested in additional units of the Pool, or both.

### Ratios and Supplemental Data - Class C Units

	2015	2014	2013	2012	2011
<b>Total Net Asset Value (000s)<sup>4</sup></b>	\$ 2,544	\$ 1,471	\$ 599	\$ 459	\$ 418
<b>Number of Units Outstanding<sup>4</sup></b>	193,082	122,738	53,660	42,473	39,072
<b>Management Expense Ratio<sup>5</sup></b>	1.23%	1.22%	1.23%	1.23%	1.24%
<b>Management Expense Ratio before waivers or absorptions<sup>6</sup></b>	1.54%	1.56%	1.42%	1.41%	1.45%
<b>Trading Expense Ratio<sup>7</sup></b>	0.05%	0.00%	0.00%	0.00%	0.00%
<b>Portfolio Turnover Rate<sup>8</sup></b>	128.52%	468.98%	434.42%	50.04%	90.03%
<b>Net Asset Value per Unit</b>	\$ 13.17	\$ 11.99	\$ 11.17	\$ 10.80	\$ 10.69

<sup>4</sup> This information is presented as at August 31 of the period(s) shown.

<sup>5</sup> Management expense ratio is based on the total expenses of the fund (excluding commissions and other portfolio transaction costs), incurred by or allocated to a class of units for the period shown, expressed as an annualized percentage of the daily average net asset value of that class during the period.

<sup>6</sup> The decision to waive and/or absorb management fees and operating expenses is at the discretion of the Manager. The practice of waiving and/or absorbing management fees and operating expenses may continue indefinitely or may be terminated at any time without notice to unitholders.

<sup>7</sup> The trading expense ratio represents total commissions and other portfolio transaction costs before income taxes expressed as an annualized percentage of the daily average net asset value during the period. Spreads associated with fixed income securities trading are not ascertainable and, for that reason, are not included in the trading expense ratio calculation.

<sup>8</sup> The portfolio turnover rate indicates how actively the portfolio advisor and/or portfolio sub-advisor manages the portfolio investments. A portfolio turnover rate of 100% is equivalent to a fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a portfolio turnover rate in a period, the greater the trading costs payable by a fund in the period, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

## Frontiers Global Bond Pool

### The Pool's Net Assets per Unit<sup>1</sup> - Class I Units

	2015	2014	2013 <sup>a</sup>
<b>Net Assets, beginning of period</b>	\$ 9.08	\$ 8.33	\$ 8.41 <sup>b</sup>
<b>Increase (decrease) from operations:</b>			
Total revenue	\$ 0.41	\$ 0.11	\$ 0.16
Total expenses	(0.08)	(0.05)	(0.01)
Realized gains (losses) for the period	0.62	0.36	0.07
Unrealized gains (losses) for the period	(0.12)	1.03	(0.10)
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>\$ 0.83</b>	<b>\$ 1.45</b>	<b>\$ 0.12</b>
<b>Distributions:</b>			
From income (excluding dividends)	\$ 0.11	\$ 0.08	\$ 0.06
From dividends	—	—	—
From capital gains	—	—	—
Return of capital	—	—	—
<b>Total Distributions<sup>3</sup></b>	<b>\$ 0.11</b>	<b>\$ 0.08</b>	<b>\$ 0.06</b>
<b>Net Assets, end of period</b>	<b>\$ 10.03</b>	<b>\$ 9.08</b>	<b>\$ 8.33</b>

<sup>a</sup> Information presented is for the period from June 25, 2013 to August 31, 2013.

<sup>b</sup> Represents the price on the first day in the period in which the class became active.

<sup>1</sup> This information is derived from the Pool's audited annual financial statements. The Pool adopted IFRS on September 1, 2014. Previously, the Pool prepared its financial statements in accordance with Canadian Generally Accepted Accounting Principles (*GAAP*) as defined in Part V of the CPA Canada Handbook. Under Canadian GAAP, the Pool measured fair values of its investments in accordance with CICA Handbook Section 3855 which required the use of bid prices for long positions and ask prices for short positions. As such, the net assets per unit figure presented in the financial statements may differ from the net asset value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to the financial statements issued prior to September 1, 2014. Upon adoption of IFRS, the Pool measures the fair value of its investments by using the close market prices, where the close market price falls within the bid-ask spread. As such, the Pool's accounting policies for measuring the fair value of investments in the financial statements are consistent with those used in measuring the net asset value for transactions with unitholders. Accordingly, the opening net asset figure as at September 1, 2013 reflects the adjusted amount in accordance with IFRS. All figures presented for periods prior to September 1, 2013 were prepared in accordance with Canadian GAAP.

<sup>2</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The total increase (decrease) from operations is based on the weighted average number of units outstanding during the period.

<sup>3</sup> Distributions were paid in cash, reinvested in additional units of the Pool, or both.

### Ratios and Supplemental Data - Class I Units

	2015	2014	2013 <sup>a</sup>
<b>Total Net Asset Value (000s)<sup>4</sup></b>	\$ 1,733	\$ 181	\$ 10,154
<b>Number of Units Outstanding<sup>4</sup></b>	172,828	19,913	1,218,238
<b>Management Expense Ratio<sup>5</sup></b>	0.73%	0.68%	0.68%*
<b>Management Expense Ratio before waivers or absorptions<sup>5</sup></b>	1.06%	1.03%	0.68%*
<b>Trading Expense Ratio<sup>7</sup></b>	0.05%	0.00%	0.00%
<b>Portfolio Turnover Rate<sup>8</sup></b>	128.52%	468.98%	434.42%
<b>Net Asset Value per Unit</b>	\$ 10.03	\$ 9.08	\$ 8.33

<sup>a</sup> Information presented is for the period from June 25, 2013 to August 31, 2013.

\* Ratio has been annualized.

<sup>4</sup> This information is presented as at August 31 of the period(s) shown.

<sup>5</sup> Management expense ratio is based on the total expenses of the fund (excluding commissions and other portfolio transaction costs), incurred by or allocated to a class of units for the period shown, expressed as an annualized percentage of the daily average net asset value of that class during the period.

<sup>6</sup> The decision to waive and/or absorb management fees and operating expenses is at the discretion of the Manager. The practice of waiving and/or absorbing management fees and operating expenses may continue indefinitely or may be terminated at any time without notice to unitholders.

<sup>7</sup> The trading expense ratio represents total commissions and other portfolio transaction costs before income taxes expressed as an annualized percentage of the daily average net asset value during the period. Spreads associated with fixed income securities trading are not ascertainable and, for that reason, are not included in the trading expense ratio calculation.

<sup>8</sup> The portfolio turnover rate indicates how actively the portfolio advisor and/or portfolio sub-advisor manages the portfolio investments. A portfolio turnover rate of 100% is equivalent to a fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a portfolio turnover rate in a period, the greater the trading costs payable by a fund in the period, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

## Frontiers Global Bond Pool

### The Pool's Net Assets per Unit<sup>1</sup> - Class O Units

	2015	2014	2013	2012	2011
<b>Net Assets, beginning of period</b>	\$ 11.02	\$ 10.25	\$ 9.88	\$ 9.84	\$ 10.02
<b>Increase (decrease) from operations:</b>					
Total revenue	\$ 0.46	\$ 0.17	\$ 0.45	\$ 0.50	\$ 0.40
Total expenses	(0.01)	(0.01)	—	—	—
Realized gains (losses) for the period	0.68	0.65	0.65	0.33	0.08
Unrealized gains (losses) for the period	0.24	0.26	(0.40)	(0.02)	(0.09)
<b>Total increase (decrease) from operations<sup>2</sup></b>	\$ 1.37	\$ 1.07	\$ 0.70	\$ 0.81	\$ 0.39
<b>Distributions:</b>					
From income (excluding dividends)	\$ 0.27	\$ 0.32	\$ 0.29	\$ 0.74	\$ 0.46
From dividends	—	—	—	—	—
From capital gains	—	—	—	—	—
Return of capital	—	—	0.01	—	—
<b>Total Distributions<sup>3</sup></b>	\$ 0.27	\$ 0.32	\$ 0.30	\$ 0.74	\$ 0.46
<b>Net Assets, end of period</b>	\$ 12.13	\$ 11.02	\$ 10.25	\$ 9.88	\$ 9.84

<sup>1</sup> This information is derived from the Pool's audited annual financial statements. The Pool adopted IFRS on September 1, 2014. Previously, the Pool prepared its financial statements in accordance with Canadian Generally Accepted Accounting Principles (GAAP) as defined in Part V of the CPA Canada Handbook. Under Canadian GAAP, the Pool measured fair values of its investments in accordance with CICA Handbook Section 3855 which required the use of bid prices for long positions and ask prices for short positions. As such, the net assets per unit figure presented in the financial statements may differ from the net asset value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to the financial statements issued prior to September 1, 2014. Upon adoption of IFRS, the Pool measures the fair value of its investments by using the close market prices, where the close market price falls within the bid-ask spread. As such, the Pool's accounting policies for measuring the fair value of investments in the financial statements are consistent with those used in measuring the net asset value for transactions with unitholders. Accordingly, the opening net asset figure as at September 1, 2013 reflects the adjusted amount in accordance with IFRS. All figures presented for periods prior to September 1, 2013 were prepared in accordance with Canadian GAAP.

<sup>2</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The total increase (decrease) from operations is based on the weighted average number of units outstanding during the period.

<sup>3</sup> Distributions were paid in cash, reinvested in additional units of the Pool, or both.

### Ratios and Supplemental Data - Class O Units

	2015	2014	2013	2012	2011
<b>Total Net Asset Value (000s)<sup>4</sup></b>	\$ 105,327	\$ 65,376	\$ 49,165	\$ 50,905	\$ 59,092
<b>Number of Units Outstanding<sup>4</sup></b>	8,682,292	5,935,148	4,794,994	5,147,664	5,996,594
<b>Management Expense Ratio<sup>5</sup></b>	0.00%	0.00%	0.00%	0.00%	0.00%
<b>Management Expense Ratio before waivers or absorptions<sup>6</sup></b>	0.17%	0.11%	0.09%	0.08%	0.07%
<b>Trading Expense Ratio<sup>7</sup></b>	0.05%	0.00%	0.00%	0.00%	0.00%
<b>Portfolio Turnover Rate<sup>8</sup></b>	128.52%	468.98%	434.42%	50.04%	90.03%
<b>Net Asset Value per Unit</b>	\$ 12.13	\$ 11.02	\$ 10.25	\$ 9.89	\$ 9.85

<sup>4</sup> This information is presented as at August 31 of the period(s) shown.

<sup>5</sup> Management expense ratio is based on the total expenses of the fund (excluding commissions and other portfolio transaction costs), incurred by or allocated to a class of units for the period shown, expressed as an annualized percentage of the daily average net asset value of that class during the period.

<sup>6</sup> The decision to waive and/or absorb management fees and operating expenses is at the discretion of the Manager. The practice of waiving and/or absorbing management fees and operating expenses may continue indefinitely or may be terminated at any time without notice to unitholders.

<sup>7</sup> The trading expense ratio represents total commissions and other portfolio transaction costs before income taxes expressed as an annualized percentage of the daily average net asset value during the period. Spreads associated with fixed income securities trading are not ascertainable and, for that reason, are not included in the trading expense ratio calculation.

<sup>8</sup> The portfolio turnover rate indicates how actively the portfolio advisor and/or portfolio sub-advisor manages the portfolio investments. A portfolio turnover rate of 100% is equivalent to a fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a portfolio turnover rate in a period, the greater the trading costs payable by a fund in the period, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

## Management Fees

The Pool, either directly or indirectly, pays an annual management fee to CAMI to cover the costs of managing the Pool. Management fees are based on the net asset value of the Pool and are calculated daily and paid monthly. Management fees are paid to CAMI in consideration for providing, or arranging for the provision of, management, distribution, and portfolio advisory services. Advertising and promotional expenses, office overhead expenses, trailing commissions, and the fees of the portfolio sub-advisor(s) are paid by CAMI out of the management fees received from the Pool. The Pool is required to pay applicable taxes on the management fees paid to CAMI. Refer to the simplified prospectus for the maximum annual management fee rate. For Class O units, the management fee is negotiated with and paid by, or as directed by, unitholders or dealers and discretionary managers on behalf of unitholders. Such Class O management fee will not exceed the Class I unit management fee rate.

The following table shows a breakdown of the services received in consideration of the management fees, as a percentage of the management fees collected from the Pool for the period ended August 31, 2015. These amounts do not include waived fees or absorbed expenses.

	Class A Units	Class C Units	Class I Units
Sales and trailing commissions paid to dealers	64.97%	44.49%	0.00%
General administration, investment advice, and profit	35.03%	55.51%	100.00%

## Past Performance

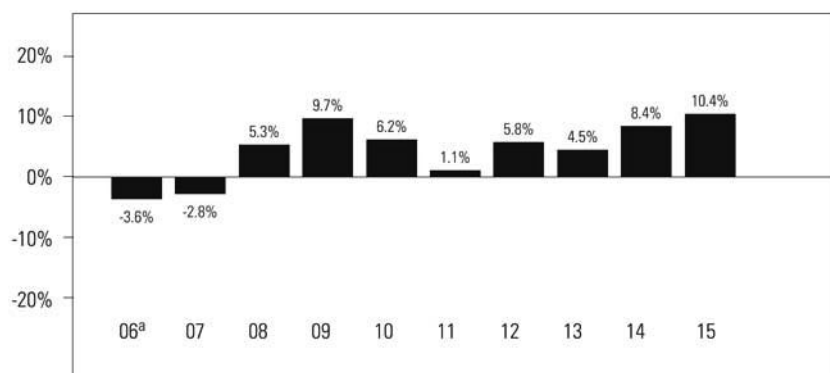
The performance data provided assumes reinvestment of distributions only and does not take into account sales, redemption, distribution, or other optional charges payable by any unitholder that would have reduced returns. Past performance does not necessarily indicate how a fund will perform in the future.

The Pool's returns are after the deduction of fees and expenses, and the difference in returns between classes of units is primarily due to differences in the management expense ratio. See *Financial Highlights* for the management expense ratio.

## Year-by-Year Returns

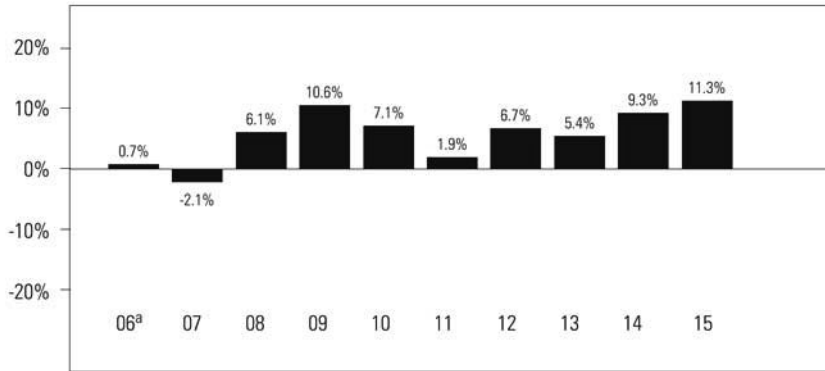
These bar charts show the annual performance of each class of units of the Pool for each of the periods shown, and illustrate how the performance has changed from period to period. The bar charts show, in percentage terms, how much an investment made on September 1 would have increased or decreased by August 31, unless otherwise indicated.

Class A Units



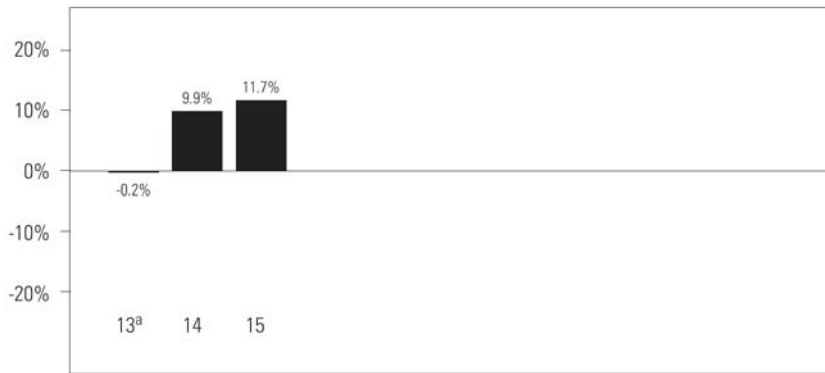
<sup>a</sup> 2006 return is for the period from October 1, 2005 to August 31, 2006.

Class C Units



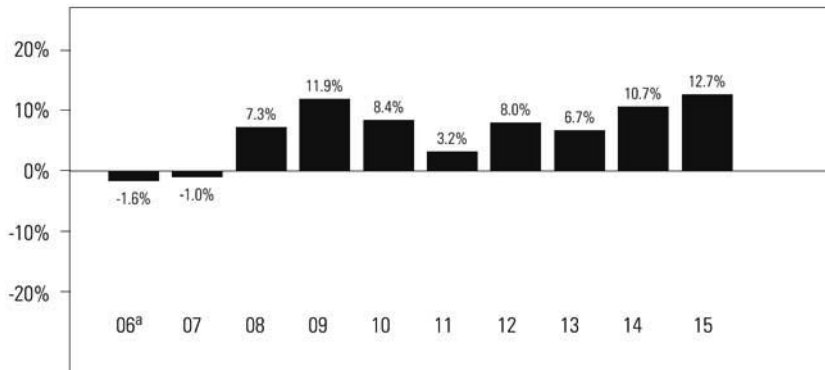
<sup>a</sup> 2006 return is for the period from February 22, 2006 to August 31, 2006.

Class I Units



<sup>a</sup> 2013 return is for the period from June 25, 2013 to August 31, 2013.

Class O Units



<sup>a</sup> 2006 return is for the period from October 1, 2005 to August 31, 2006.

**Annual Compound Returns**

This table shows the annual compound return of each class of units of the Pool for each indicated period ended on August 31, 2015. The annual compound return is also compared to the Pool's benchmark(s).

The Pool's current benchmark is the Barclays Global Aggregate Bond Index.

### *Frontiers Global Bond Pool*

	<i>1 Year</i>	<i>3 Years</i>	<i>5 Years</i>	<i>10 Years*</i>	<i>or</i>	<i>Since Inception*</i>	<i>Inception Date</i>
Class A units	10.4%	7.7%	6.0%	3.9%			November 24, 1999
Barclays Global Aggregate Bond Index	14.8%	9.0%	5.8%	4.7%			
Class C units	11.3%	8.7%	6.9%			5.9%	February 22, 2006
Barclays Global Aggregate Bond Index	14.8%	9.0%	5.8%			5.6%	
Class I units	11.7%					9.8%	June 25, 2013
Barclays Global Aggregate Bond Index	14.8%					11.4%	
Class O units	12.7%	10.0%	8.2%	6.1%			March 15, 2005
Barclays Global Aggregate Bond Index	14.8%	9.0%	5.8%	4.7%			

\* If a class of units has been outstanding for less than 10 years, the annual compound return since inception is shown.

**Barclays Global Aggregate Bond Index** is a flagship measure of global investment grade debt from twenty-three different local currency markets. This multi-currency benchmark includes fixed-rate treasury, government-related, corporate and securitized bonds from both developed and emerging markets issuers.

A discussion of the relative performance of the Pool compared to its primary benchmark(s) can be found in *Results of Operations*.

## Frontiers Global Bond Pool

### Summary of Investment Portfolio (as at August 31, 2015)

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund. A quarterly update is available by visiting [renaissanceinvestments.ca](http://renaissanceinvestments.ca). The Top Positions table shows a fund's 25 largest positions. For funds with fewer than 25 positions in total, all positions are shown. Cash and cash equivalents are shown in total as one position.

<i>Portfolio Breakdown</i>	<i>% of Net Asset Value</i>	<i>Top Positions</i>	<i>% of Net Asset Value</i>
United States Dollar	51.5	Cash & Cash Equivalents	5.5
Euro	13.7	United States Treasury Bond, Variable Rate, 0.16%, 2017/01/31	5.3
Other Bonds	9.0	United States Treasury Bond, 2.50%, 2045/02/15	4.9
Cash & Cash Equivalents	5.5	United Mexican States, Series 'M', 7.75%, 2042/11/13	3.1
Mexican Peso	5.1	United States Treasury Bond, Floating Rate, 0.15%, 2017/04/30	3.0
British Pound	4.5	United States Treasury Bond, 2.75%, 2017/12/31	1.9
Japanese Yen	4.2	Mexican Bonos de Desarrollo, Series 'M30', 8.5%, 2038/11/18	1.7
Australian Dollar	4.1	United States Treasury Bond, 1.38%, 2020/04/30	1.6
Brazilian Real	1.7	United States Treasury Bond, 2.88%, 2043/05/15	1.4
New Zealand Dollar	1.5	Goldman Sachs Group Inc. (The), Variable Rate, 1.42%, 2018/11/15	1.4
Forward & Spot Contracts	-0.3	Government of Japan, Series '337', 0.30%, 2024/12/20	1.4
Other Assets, less Liabilities	-0.5	Republic of Italy, 5.00%, 2039/08/01	1.3
		New South Wales Treasury Corp., 5.00%, 2024/08/20	1.2
		United States Treasury Bond, Floating Rate, 0.13%, 2017/07/31	1.1
		Government of Japan, Series '150', 1.40%, 2034/09/20	1.1
		Bank Nederlandse Gemeenten NV, Floating Rate, 0.46%, 2016/07/18	1.1
		United Kingdom Gilt, 1.00%, 2017/09/07	1.1
		United States Treasury Bond, 3.00%, 2044/11/15	1.1
		Republic of South Africa, Series 'R214', 6.50%, 2041/02/28	1.0
		Federal Republic of Germany, Series '171', Zero Coupon, 2020/04/17	1.0
		Queensland Treasury Corp., Series '20', 6.25%, 2020/02/21	0.9
		Dexia Credit Local / New York, Variable Rate, 0.69%, 2017/01/11	0.9
		United States Treasury Bond, 4.50%, 2036/02/15	0.9
		United Kingdom Gilt, 2.00%, 2020/07/22	0.9
		United States Treasury Bond, 1.50%, 2018/08/31	0.8

The management report of fund performance may contain forward-looking statements. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as “expects”, “anticipates”, “intends”, “plans”, “believes”, “estimates”, or other similar wording. In addition, any statements that may be made concerning future performance, strategies, or prospects and possible future actions taken by the fund, are also forward-looking statements. These statements involve known and unknown risks, uncertainties, and other factors that may cause the actual results and achievements of the fund to differ materially from those expressed or implied by such statements. Such factors include, but are not limited to: general economic, market, and business conditions; fluctuations in securities prices, interest rates, and foreign currency exchange rates; changes in government regulations; and catastrophic events. CIBC Asset Management Inc. does not undertake, and specifically disclaims, any obligation to update or revise any forward-looking statements, whether as a result of new information, future developments, or otherwise prior to the release of the next management report of fund performance.

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