

Harbour Canadian Dividend Fund

Management Report of Fund Performance for the year ended March 31, 2019

This annual management report of fund performance contains financial highlights but does not contain the complete annual financial statements of the investment fund. You can get a copy of the annual financial statements at your request, and at no cost, by calling 1-800-563-5181, by writing to us at CI Investments Inc., 2 Queen Street East, Twentieth Floor, Toronto, ON, M5C 3G7 or by visiting our website at www.ci.com or SEDAR at www.sedar.com.

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

INVESTMENT OBJECTIVE AND STRATEGIES

The fundamental investment objective of the Harbour Canadian Dividend Fund (the Fund) is to achieve a balance between high dividend income and capital growth by investing mainly in a diversified portfolio of Canadian common stocks that are paying a dividend or are expected to pay a dividend and, to a lesser extent, in high-yield preferred shares and interest-bearing securities. To fulfill this objective, the investment policy of the Fund is to invest a majority of the Fund's total assets in a diversified portfolio primarily composed of shares of free cash flow generating Canadian companies providing a stable income stream and trading at a significant discount to their intrinsic value.

The portfolio advisor focuses on investing in securities with strong fundamentals, a record of dividend payments, potential for dividend increases or an expectation of dividend payments within 6 to 12 months. It uses quantitative and qualitative methods in the stock selection process that seeks out reputable companies that are undervalued on the market compared with their true worth, focusing on small, mid and large-capitalization Canadian corporations in a variety of industries while favouring equity securities, including preferred stock, that provide a stable income. The portfolio advisor employs a bottom-up investment approach in constructing the investment portfolio of the Fund.

The Fund may also purchase equity securities of foreign corporations and debt securities of foreign corporations and governmental entities provided that the Fund may only invest a maximum of 30% of its assets (book value) in foreign securities.

RISK

No changes affecting the overall level of risk associated with investing in the Fund were made during the year. The risks of the Fund remain as discussed in the Fund's most recently filed simplified prospectus or its amendments. The Manager reviews the risk rating for the Fund on an annual basis, at a minimum, based on the methodology mandated by the Canadian Securities Administrators to determine the risk level of the Fund. Any change to the risk rating made during the year was as a result of such review and was not a result of any change to the investment objective, strategies or management of the Fund.

RESULTS OF OPERATIONS

The net asset value of the Fund decreased by \$12.0 million to \$59.4 million from March 31, 2018 to March 31, 2019. The Fund had net redemptions of \$11.0 million during the year. The portfolio's performance increased assets by \$3.7 million. The Fund paid distributions totalling \$4.7 million. Class A units returned 5.6% after fees and expenses for the one-year period ended March 31, 2019. Over the same time period, the Fund's benchmark returned 8.1%. The benchmark is the S&P/TSX Composite Total Return Index.

The performance of the Fund's other classes is substantially similar to that of Class A units, except for differences in the structure of fees and expenses. For the returns of the Fund's other classes, please refer to the "Past Performance" section.

As of March 31, 2019, the Fund had 91.8% of its assets invested in common stocks and 8.2% in cash and equivalents. At the beginning of the year, 94.2% of the Fund was invested in common stocks and 5.8% in cash and equivalents. The geographic weighting in the Fund is an outcome of the Fund's bottom-up individual company selection process and not a result of top-down country allocations.

The Fund ended the year with an 80% hedge on the U.S. Dollar.

The Fund posted positive absolute returns but underperformed its benchmark for the year.

Industry sectors that added to the performance of the Fund include real estate, industrials, and information technology. Industry sectors that detracted from the Fund's performance include utilities, financials, and communication services.

Individual stocks that had the biggest positive contribution to performance during the period include Microsoft Corp., Thomson Reuters Corp., and Minto Apartment Real Estate Investment Trust. Individual stocks that detracted from performance include Jamieson Wellness Inc., IBM Corp., and Glencore PLC.

The Fund trimmed its position in Apple Inc., Bank of Nova Scotia, and Canadian Pacific Railway Co.

During the year, a number of new positions were added including Thomson Reuters, Minto Apartment Real Estate, and Fiserv Inc. There were a number of holdings eliminated from the Fund, including Barrick Gold Corp., Glencore PLC, and Pfizer Inc.

The number of companies held in the portfolio at the end of the year was 37, which compares to 29 companies at the beginning of the year.

RECENT DEVELOPMENTS

We expect our holdings to continue to perform well over the long term given that fundamentals remain positive and valuations continue to look attractive.

Net fund flows were negligible and therefore had no impact on the Fund performance.

New Accounting Standard – IFRS 9

Effective April 1, 2018, the Fund retrospectively without restatement adopted IFRS 9, *Financial Instruments* (IFRS 9). The new standard requires financial assets to be either carried at amortized cost or at fair value with changes in fair value recognized in profit

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and loss (FVTPL) or in other comprehensive income (FVOCI) based on the Fund's business model for managing financial assets and the contractual cash flow characteristics of the financial assets. Upon transition to IFRS 9, the Fund's financial assets and financial liabilities previously designated as FVTPL or classified as held for trading under IAS 39, *Financial Instruments: Recognition and Measurement* (IAS 39) continue to be classified as FVTPL under IFRS 9. There were no changes in the measurement attributes for any of the Fund's financial assets and financial liabilities upon transition to IFRS 9.

Effective September 20, 2018, Tom Eisenhauer became a member of the Independent Review Committee (IRC) and effective October 15, 2018, Mary Robertson resigned as a member of the IRC.

Effective February 8, 2019, CI Investments Inc. replaced CI Global Investments Inc. as portfolio sub-advisor to the Fund.

RELATED PARTY TRANSACTIONS

Manager, Portfolio Advisor, Trustee and Registrar

CI Investments Inc. is the Manager, Portfolio Advisor, Trustee and Registrar of the Fund. CI Investments Inc. is a subsidiary of CI Financial Corp. The Manager, in consideration for management fees, provides management services required in the day-to-day operations of the Fund. The Manager bears all of the operating expenses of the Fund (other than taxes, borrowing costs and new governmental fees) in return for a fixed administration fee.

Management fee and fixed administration fee rates as at March 31, 2019, for each of the classes are shown below:

	Annual management fee rate (%)	Annual fixed administration fee rate (%)
Class A	2.000	0.20
Class A1	1.925	0.20
Class A2	1.900	0.19
Class A3	1.850	0.15
Class AT6	2.000	0.20
Class D	1.650	0.20
Class E	1.950	0.15
Class EF	0.950	0.15
Class F	1.000	0.20
Class F1	0.925	0.20
Class F2	0.900	0.19
Class F3	0.850	0.15
Class I	Paid directly by investor	-
Class O	Paid directly by investor	0.15
Class P	Paid directly by investor	0.20

The Manager received \$1.3 million in management fees and \$0.1 million in fixed administration fees for the year.

Management Fees

Approximately 27% of total management fees were used to pay for sales and trailing commissions. The remaining 73% of management fees were used to pay for investment management and other general administration.

Inter-Fund Trading

Inter-fund trading occurs when a Fund purchases or sells a security of any issuer from or to another Fund managed by the Manager. These transactions are executed through market intermediaries and under prevailing market terms and conditions. The Independent Review Committee reviews such transactions during scheduled meetings. During the year ended March 31, 2019 the Fund executed inter-fund trades.

Independent Review Committee

The Fund received standing instructions from the Fund's Independent Review Committee with respect to the following related party transactions:

- a) trades in securities of CI Financial Corp.; and
- b) purchases or sales of securities of an issuer from or to another investment fund managed by the Manager.

The applicable standing instructions require that related party transactions be conducted in accordance with the Manager's policies and procedures and that the Manager advise the IRC of any material breach of a condition of the standing instructions. The standing instructions require, among other things, that investment decisions in respect of related party transactions (a) are free from any influence by an entity related to the Manager and without taking into account any consideration relevant to an entity related to the Manager; (b) represent the business judgment of the Manager uninfluenced by considerations other than the best interests of the Fund; (c) are made in compliance with the Manager's policies and procedures; and (d) achieve a fair and reasonable result for the Fund. Transactions made by the Manager under the standing instructions are subsequently reviewed by the IRC on a quarterly basis to monitor compliance.

The Fund relied on the IRC's standing instructions regarding related party transactions during this reporting year.

Except as otherwise noted above, the Fund was not a party to any related party transactions during the year ended March 31, 2019.

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FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the past five years, as applicable.

Net Assets per Unit (\$) ^{(1) (2) (4) *}												
Net assets at the beginning of year ⁽²⁾	Increase (decrease) from operations:					Distributions:						Net assets at the end of the year shown ⁽²⁾
	Total revenue	Total expenses (excluding distributions)	Realized gains (losses) for the year	Unrealized gains (losses) for the year	Total increase (decrease) from operations ⁽²⁾	From net investment income (excluding dividends)	From dividends	From capital gains	Return of capital	Total distributions ^{(2) (3)}		
\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Class A												
Commencement of operations February 1, 2005												
Mar. 31, 2019	17.78	0.52	(0.44)	1.24	(0.40)	0.92	-	(0.03)	(1.25)	-	(1.28)	17.42
Mar. 31, 2018	18.82	0.61	(0.45)	2.18	(2.36)	(0.02)	-	(0.13)	(0.86)	-	(0.99)	17.78
Mar. 31, 2017	16.91	0.63	(0.43)	3.79	(1.73)	2.26	-	(0.37)	-	-	(0.37)	18.82
Mar. 31, 2016	17.58	0.67	(0.41)	0.64	(1.31)	(0.41)	-	(0.32)	-	-	(0.32)	16.91
Mar. 31, 2015	17.85	0.66	(0.45)	0.43	(0.45)	0.19	-	(0.30)	(0.15)	-	(0.45)	17.58
Class A1												
Commencement of operations May 1, 2017												
Mar. 31, 2019	9.46	0.27	(0.22)	0.72	(0.22)	0.55	-	(0.02)	(0.67)	-	(0.69)	9.27
Mar. 31, 2018	10.00	0.29	(0.21)	1.21	(1.56)	(0.27)	-	(0.07)	(0.46)	-	(0.53)	9.46
Class A2												
Commencement of operations May 1, 2017												
Mar. 31, 2019	9.46	0.28	(0.22)	0.66	(0.15)	0.57	-	(0.02)	(0.67)	-	(0.69)	9.27
Mar. 31, 2018	10.00	0.29	(0.21)	1.21	(1.42)	(0.13)	-	(0.07)	(0.46)	-	(0.53)	9.46
Class A3												
Commencement of operations May 1, 2017												
Mar. 31, 2019	9.46	0.28	(0.21)	0.66	(0.17)	0.56	-	(0.02)	(0.67)	-	(0.69)	9.28
Mar. 31, 2018	10.00	0.28	(0.20)	1.59	(2.71)	(1.04)	-	(0.08)	(0.46)	-	(0.54)	9.46
Class AT6												
Commencement of operations July 7, 2008												
Mar. 31, 2019	12.03	0.34	(0.29)	0.81	(0.23)	0.63	-	(0.01)	(1.57)	-	(1.58)	11.06
Mar. 31, 2018	13.48	0.42	(0.32)	1.52	(1.59)	0.03	-	(0.17)	(1.26)	-	(1.43)	12.03
Mar. 31, 2017	12.74	0.46	(0.32)	2.85	(1.32)	1.67	-	(0.17)	-	(0.76)	(0.93)	13.48
Mar. 31, 2016	13.97	0.52	(0.32)	0.52	(1.04)	(0.32)	-	(0.95)	-	-	(0.95)	12.74
Mar. 31, 2015	14.89	0.54	(0.37)	0.41	(0.25)	0.33	-	(0.08)	(1.00)	-	(1.08)	13.97
Class D												
Commencement of operations September 1, 2004												
Mar. 31, 2019	17.45	0.52	(0.36)	1.23	(0.39)	1.00	-	(0.04)	(1.25)	-	(1.29)	17.14
Mar. 31, 2018	18.45	0.60	(0.37)	2.13	(2.32)	0.04	-	(0.16)	(0.86)	-	(1.02)	17.45
Mar. 31, 2017	16.58	0.62	(0.35)	3.65	(1.64)	2.28	-	(0.44)	-	-	(0.44)	18.45
Mar. 31, 2016	17.24	0.65	(0.34)	0.63	(1.29)	(0.35)	-	(0.39)	-	-	(0.39)	16.58
Mar. 31, 2015	17.49	0.65	(0.37)	0.44	(0.40)	0.32	-	(0.34)	(0.16)	-	(0.50)	17.24

*Footnotes for the tables are found at the end of the Net Assets per Unit section of the Financial Highlights.

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FINANCIAL HIGHLIGHTS (cont'd)

Net Assets per Unit (\$) ^{(1) (2) (4) *}		Increase (decrease) from operations:					Distributions:					Net assets at the end of the year shown ⁽²⁾
Net assets at the beginning of year ⁽²⁾		Total revenue	Total expenses (excluding distributions)	Realized gains (losses) for the year	Unrealized gains (losses) for the year	Total increase (decrease) from operations ⁽²⁾	From net investment income (excluding dividends)	From dividends	From capital gains	Return of capital	Total distributions ^(2,3)	
\$		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Class E												
Commencement of operations August 29, 2012												
Mar. 31, 2019	12.53	0.38	(0.30)	0.86	(0.32)	0.62	-	(0.02)	(0.88)	-	(0.90)	12.28
Mar. 31, 2018	13.25	0.45	(0.31)	1.56	(1.70)	-	-	(0.09)	(0.61)	-	(0.70)	12.53
Mar. 31, 2017	11.91	0.47	(0.30)	2.71	(1.22)	1.66	-	(0.27)	-	-	(0.27)	13.25
Mar. 31, 2016	12.37	0.50	(0.28)	0.55	(0.91)	(0.14)	-	(0.23)	-	-	(0.23)	11.91
Mar. 31, 2015	12.56	0.51	(0.31)	0.11	(0.56)	(0.25)	-	(0.22)	(0.11)	-	(0.33)	12.37
Class EF												
Commencement of operations July 29, 2015												
Mar. 31, 2019	10.26	0.31	(0.13)	0.74	(0.22)	0.70	-	(0.03)	(0.76)	-	(0.79)	10.13
Mar. 31, 2018	10.83	0.35	(0.13)	1.28	(1.42)	0.08	-	(0.14)	(0.53)	-	(0.67)	10.26
Mar. 31, 2017	9.73	0.37	(0.13)	1.12	0.09	1.45	-	(0.34)	-	-	(0.34)	10.83
Mar. 31, 2016	10.00	0.26	(0.08)	0.22	(0.44)	(0.04)	-	(0.22)	-	-	(0.22)	9.73
Class F												
Commencement of operations June 13, 2006												
Mar. 31, 2019	17.47	0.52	(0.24)	1.22	(0.31)	1.19	-	(0.05)	(1.28)	-	(1.33)	17.23
Mar. 31, 2018	18.44	0.59	(0.24)	2.22	(2.49)	0.08	-	(0.23)	(0.89)	-	(1.12)	17.47
Mar. 31, 2017	16.57	0.62	(0.24)	4.04	(1.94)	2.48	-	(0.56)	-	-	(0.56)	18.44
Mar. 31, 2016	17.21	0.66	(0.22)	0.60	(1.29)	(0.25)	-	(0.49)	-	-	(0.49)	16.57
Mar. 31, 2015	17.44	0.65	(0.24)	0.32	(0.48)	0.25	-	(0.42)	(0.18)	-	(0.60)	17.21
Class F1												
Commencement of operations May 1, 2017												
Mar. 31, 2019	9.47	0.28	(0.12)	0.70	(0.41)	0.45	-	(0.03)	(0.70)	-	(0.73)	9.35
Mar. 31, 2018	10.00	0.30	(0.11)	1.11	(1.63)	(0.33)	-	(0.13)	(0.49)	-	(0.62)	9.47
Class F2												
Commencement of operations May 1, 2017												
Mar. 31, 2019	9.46	0.29	(0.12)	0.68	(0.73)	0.12	-	(0.03)	(0.70)	-	(0.73)	9.35
Mar. 31, 2018	10.00	0.28	(0.11)	1.37	(2.62)	(1.08)	-	(0.13)	(0.49)	-	(0.62)	9.46
Class F3												
Commencement of operations May 1, 2017												
Mar. 31, 2019	9.47	0.28	(0.11)	0.61	0.11	0.89	-	(0.03)	(0.70)	-	(0.73)	9.36
Mar. 31, 2018	10.00	0.30	(0.10)	1.27	(1.28)	0.19	-	(0.13)	(0.49)	-	(0.62)	9.47

*Footnotes for the tables are found at the end of the Net Assets per Unit section of the Financial Highlights.

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FINANCIAL HIGHLIGHTS (cont'd)

Net Assets per Unit (\$) ^{(1) (2) (4)}		Increase (decrease) from operations:					Distributions:					Net assets at the end of the year shown ⁽²⁾
Net assets at the beginning of year ⁽²⁾		Total revenue	Total expenses (excluding distributions)	Realized gains (losses) for the year	Unrealized gains (losses) for the year	Total increase (decrease) from operations ⁽²⁾	From net investment income (excluding dividends)	From dividends	From capital gains	Return of capital	Total distributions ^(2,3)	
\$		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Class I												
Commencement of operations June 13, 2006												
Mar. 31, 2019	17.64	0.52	-	1.27	(0.38)	1.41	-	(0.07)	(1.37)	-	(1.44)	17.56
Mar. 31, 2018	18.56	0.60	-	2.20	(2.44)	0.36	-	(0.36)	(0.96)	-	(1.32)	17.64
Mar. 31, 2017	16.84	0.62	-	1.54	(0.09)	2.07	-	(0.81)	-	-	(0.81)	18.56
Mar. 31, 2016	17.51	0.66	-	0.63	(1.20)	0.09	-	(0.73)	-	-	(0.73)	16.84
Mar. 31, 2015	17.70	0.66	-	0.40	(0.31)	0.75	-	(0.58)	(0.22)	-	(0.80)	17.51
Class O												
Commencement of operations August 29, 2012												
Mar. 31, 2019	12.68	0.38	(0.02)	0.91	(0.34)	0.93	-	(0.05)	(0.98)	-	(1.03)	12.61
Mar. 31, 2018	13.35	0.43	(0.02)	1.58	(1.74)	0.25	-	(0.25)	(0.69)	-	(0.94)	12.68
Mar. 31, 2017	12.00	0.45	(0.02)	2.72	(1.24)	1.91	-	(0.56)	-	-	(0.56)	13.35
Mar. 31, 2016	12.48	0.48	(0.02)	0.48	(0.90)	0.04	-	(0.50)	-	-	(0.50)	12.00
Mar. 31, 2015	12.64	0.48	(0.02)	0.47	(0.81)	0.12	-	(0.42)	(0.15)	-	(0.57)	12.48
Class P												
Commencement of operations May 1, 2017												
Mar. 31, 2019	9.48	0.25	(0.02)	0.81	0.53	1.57	-	(0.03)	(0.73)	-	(0.76)	9.42
Mar. 31, 2018	10.00	0.31	(0.02)	1.07	(0.51)	0.85	-	(0.18)	(0.51)	-	(0.69)	9.48

(1) This information is derived from the Fund's audited annual financial statements.

(2) Net assets per unit and distributions per unit are based on the actual number of units outstanding for the relevant class at the relevant time. The increase (decrease) in net assets from operations per unit is based on the weighted average number of units outstanding for the relevant class over the fiscal year.

(3) Distributions are automatically reinvested in additional units of the Fund.

(4) This information is provided for the years ended March 31.

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FINANCIAL HIGHLIGHTS (cont'd)

Ratios and Supplemental Data ^{(1) (5) *}

	Total net assets ⁽¹⁾ \$000's	Number of units outstanding ⁽¹⁾ 000's	Management expense ratio before taxes ⁽²⁾ %	Harmonized sales tax ⁽²⁾ %	Management expense ratio after taxes ⁽²⁾ %	Effective HST rate for the year ⁽²⁾ %	Trading expense ratio ⁽³⁾ %	Portfolio turnover rate ⁽⁴⁾ %
Class A								
Commencement of operations February 1, 2005								
Mar. 31, 2019	40,167	2,306	2.20	0.23	2.43	10.56	0.21	124.40
Mar. 31, 2018	54,765	3,080	2.20	0.23	2.43	10.63	0.14	77.26
Mar. 31, 2017	69,242	3,680	2.20	0.23	2.43	10.59	0.10	28.34
Mar. 31, 2016	70,526	4,170	2.20	0.23	2.43	10.48	0.09	27.73
Mar. 31, 2015	92,849	5,283	2.20	0.23	2.43	10.41	0.07	36.79
Class A1								
Commencement of operations May 1, 2017								
Mar. 31, 2019	9,024	973	2.13	0.25	2.38	11.57	0.21	124.40
Mar. 31, 2018	3,949	418	2.13	0.24	2.37	11.50	0.14	77.26
Class A2								
Commencement of operations May 1, 2017								
Mar. 31, 2019	932	101	2.09	0.24	2.33	11.49	0.21	124.40
Mar. 31, 2018	1,035	109	2.09	0.25	2.34	11.88	0.14	77.26
Class A3								
Commencement of operations May 1, 2017								
Mar. 31, 2019	408	44	2.00	0.21	2.21	10.66	0.21	124.40
Mar. 31, 2018	442	47	2.00	0.24	2.24	12.69	0.14	77.26
Class AT6								
Commencement of operations July 7, 2008								
Mar. 31, 2019	665	60	2.20	0.25	2.45	11.53	0.21	124.40
Mar. 31, 2018	793	66	2.20	0.26	2.46	11.79	0.14	77.26
Mar. 31, 2017	1,232	91	2.20	0.26	2.46	11.74	0.10	28.34
Mar. 31, 2016	1,375	108	2.20	0.25	2.45	11.21	0.09	27.73
Mar. 31, 2015	1,745	125	2.20	0.25	2.45	11.33	0.07	36.79
Class D								
Commencement of operations September 1, 2004								
Mar. 31, 2019	1,710	100	1.85	0.18	2.03	9.59	0.21	124.40
Mar. 31, 2018	2,287	131	1.85	0.18	2.03	9.79	0.14	77.26
Mar. 31, 2017	2,964	161	1.85	0.19	2.04	10.03	0.10	28.34
Mar. 31, 2016	3,388	204	1.85	0.19	2.04	10.42	0.09	27.73
Mar. 31, 2015	4,512	262	1.85	0.19	2.04	10.50	0.07	36.79

*Footnotes for the tables are found at the end of the Financial Highlights section.

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FINANCIAL HIGHLIGHTS (cont'd)

Ratios and Supplemental Data ^{(1) (2) *}

	Total net assets ⁽¹⁾ \$000's	Number of units outstanding ⁽¹⁾ 000's	Management expense ratio before taxes ⁽²⁾ %	Harmonized sales tax ⁽²⁾ %	Management expense ratio after taxes ⁽²⁾ %	Effective HST rate for the year ⁽²⁾ %	Trading expense ratio ⁽³⁾ %	Portfolio turnover rate ⁽⁴⁾ %
Class E								
Commencement of operations August 29, 2012								
Mar. 31, 2019	1,274	104	2.10	0.24	2.34	11.33	0.21	124.40
Mar. 31, 2018	1,938	155	2.10	0.24	2.34	11.65	0.14	77.26
Mar. 31, 2017	2,100	158	2.10	0.27	2.37	12.85	0.10	28.34
Mar. 31, 2016	512	43	2.10	0.28	2.38	13.43	0.09	27.73
Mar. 31, 2015	339	27	2.10	0.28	2.38	13.13	0.07	36.79
Class EF								
Commencement of operations July 29, 2015								
Mar. 31, 2019	153	15	1.10	0.14	1.24	13.00	0.21	124.40
Mar. 31, 2018	143	14	1.10	0.14	1.24	13.00	0.14	77.26
Mar. 31, 2017	142	13	1.10	0.15	1.25	13.00	0.10	28.34
Mar. 31, 2016	10	1	1.10	0.15	1.25	13.00	0.09	27.73
Class F								
Commencement of operations June 13, 2006								
Mar. 31, 2019	2,202	128	1.20	0.14	1.34	11.42	0.21	124.40
Mar. 31, 2018	3,473	199	1.20	0.14	1.34	11.53	0.14	77.26
Mar. 31, 2017	2,826	153	1.20	0.14	1.34	12.12	0.10	28.34
Mar. 31, 2016	1,962	118	1.20	0.15	1.35	12.21	0.09	27.73
Mar. 31, 2015	1,822	106	1.20	0.15	1.35	12.41	0.07	36.79
Class F1								
Commencement of operations May 1, 2017								
Mar. 31, 2019	1,077	115	1.13	0.11	1.24	9.73	0.21	124.40
Mar. 31, 2018	679	72	1.13	0.11	1.24	9.74	0.14	77.26
Class F2								
Commencement of operations May 1, 2017								
Mar. 31, 2019	73	8	1.09	0.14	1.23	11.97	0.21	124.40
Mar. 31, 2018	182	19	1.09	0.14	1.23	13.00	0.14	77.26
Class F3								
Commencement of operations May 1, 2017								
Mar. 31, 2019	105	11	1.00	0.13	1.13	13.00	0.21	124.40
Mar. 31, 2018	47	5	1.00	0.13	1.13	13.00	0.14	77.26

*Footnotes for the tables are found at the end of the Financial Highlights section.

Harbour Canadian Dividend Fund

Management Report of Fund Performance for the year ended March 31, 2019

FINANCIAL HIGHLIGHTS (cont'd)

Ratios and Supplemental Data ^{(1) (5)}

	Total net assets ⁽¹⁾ \$000's	Number of units outstanding ⁽¹⁾ 000's	Management expense ratio before taxes ⁽²⁾ %	Harmonized sales tax ⁽²⁾ %	Management expense ratio after taxes ⁽²⁾ %	Effective HST rate for the year ⁽²⁾ %	Trading expense ratio ⁽³⁾ %	Portfolio turnover rate ⁽⁴⁾ %
Class I								
Commencement of operations June 13, 2006								
Mar. 31, 2019	12	1	-	-	-	-	0.21	124.40
Mar. 31, 2018	11	1	-	-	-	-	0.14	77.26
Mar. 31, 2017	11	1	-	-	-	-	0.10	28.34
Mar. 31, 2016	97,786	5,805	-	-	-	-	0.09	27.73
Mar. 31, 2015	192,326	10,983	-	-	-	-	0.07	36.79
Class O								
Commencement of operations August 29, 2012								
Mar. 31, 2019	1,535	122	0.15	0.01	0.16	7.69	0.21	124.40
Mar. 31, 2018	1,687	133	0.15	0.01	0.16	7.49	0.14	77.26
Mar. 31, 2017	1,643	123	0.15	0.01	0.16	7.71	0.10	28.34
Mar. 31, 2016	1,398	116	0.15	0.01	0.16	7.27	0.09	27.73
Mar. 31, 2015	1,481	119	0.15	0.02	0.17	10.89	0.07	36.79
Class P								
Commencement of operations May 1, 2017								
Mar. 31, 2019	47	5	0.20	0.03	0.23	9.34	0.21	124.40
Mar. 31, 2018	10	1	0.20	0.03	0.23	11.69	0.14	77.26

(1) This information is derived from the Fund's audited annual financial statements.

(2) Management expense ratio is calculated based on expenses charged to the Fund (excluding commissions and other portfolio transaction costs) and is expressed as an annualized percentage of daily average net assets for the year, including the Fund's proportionate share of any underlying fund(s) expenses, if applicable. The Effective HST tax rate is calculated using the attribution percentage for each province based on unitholder residency and can be different from 13%.

(3) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the year, including the Fund's proportionate share of such expenses of any underlying fund(s), if applicable.

(4) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the fiscal year. The higher a Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a higher turnover rate and the performance of a Fund. Portfolio turnover rate is calculated by dividing the lesser of the cost of purchases and the proceeds of sales of portfolio securities for the year, and excluding cash and short-term investments maturing in less than one year, and before assets acquired from a merger, if applicable, by the average of the monthly fair value of investments during the year.

(5) This information is provided for the years ended March 31.

Harbour Canadian Dividend Fund

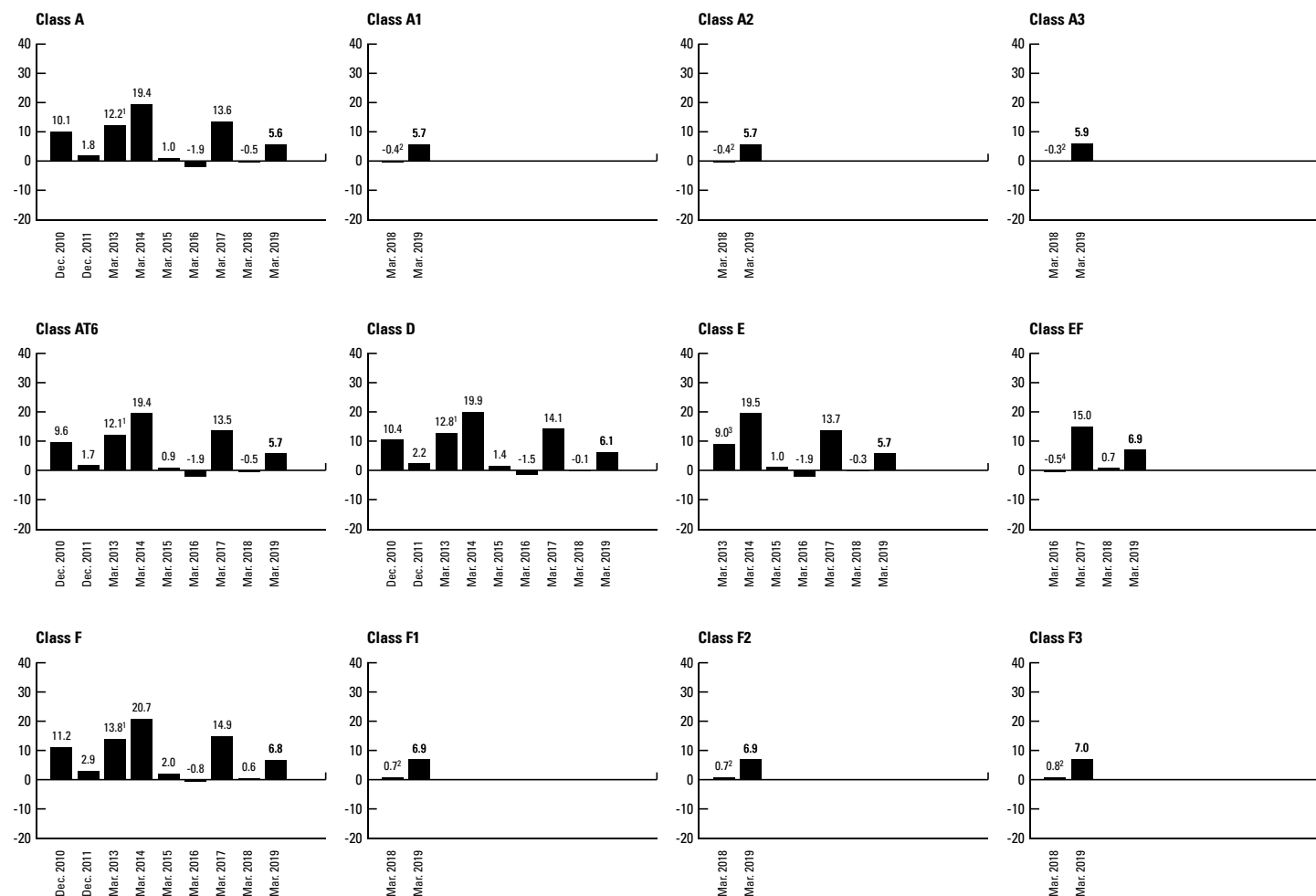
Management Report of Fund Performance for the year ended March 31, 2019

PAST PERFORMANCE

This section describes how the Fund has performed in the past. Remember, past returns do not indicate how the Fund will perform in the future. The information shown assumes that distributions made by the Fund in the years shown were reinvested in additional units of the relevant classes of the Fund. In addition, the information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance.

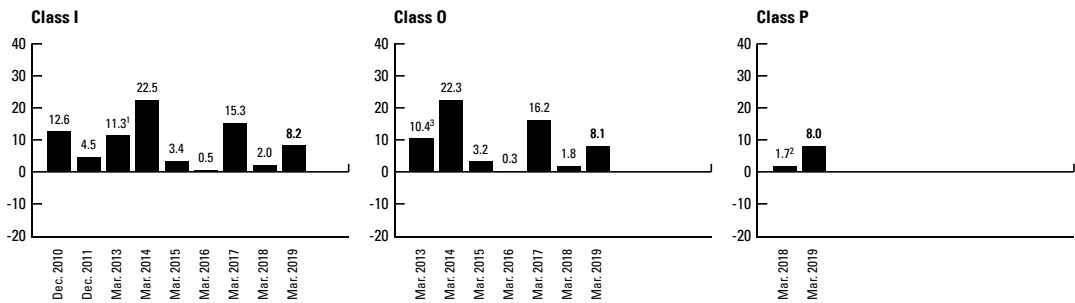
Year-by-Year Returns

The following charts show the Fund's annual performance for each of the years shown and illustrate how the Fund's performance has changed from year to year. In percentage terms, the charts show how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year, except where noted.



Harbour Canadian Dividend Fund

Management Report of Fund Performance for the year ended March 31, 2019



1 2013 return is for the period from January 1, 2012 to March 31, 2013.
2 2018 return is for the period from May 1, 2017 to March 31, 2018.
3 2013 return is for the period from August 29, 2012 to March 31, 2013.
4 2016 return is for the period from July 29, 2015 to March 31, 2016.

Harbour Canadian Dividend Fund

Management Report of Fund Performance for the year ended March 31, 2019

Annual Compound Returns

The following table shows the Fund's annual compound returns for each year indicated, compared to the S&P/TSX Composite Total Return Index.

The S&P/TSX Composite Index is a float-adjusted market capitalization weighted index, which is the principal broad measure of the Canadian equity market. It includes common stocks and income trust units of companies incorporated in Canada which are listed on the Toronto Stock Exchange.

A discussion of the performance of the Fund as compared to the benchmark is found in the Results of Operations section of this report.

	One Year (%)	Three Years (%)	Five Years (%)	Ten Years (%)	Since Inception (%)
Class A	5.6	6.1	3.4	8.6	n/a
S&P/TSX Composite Total Return Index	8.1	9.3	5.4	9.5	n/a
Class A1	5.7	n/a	n/a	n/a	2.6
S&P/TSX Composite Total Return Index	8.1	n/a	n/a	n/a	11.0
Class A2	5.7	n/a	n/a	n/a	2.7
S&P/TSX Composite Total Return Index	8.1	n/a	n/a	n/a	11.0
Class A3	5.9	n/a	n/a	n/a	2.8
S&P/TSX Composite Total Return Index	8.1	n/a	n/a	n/a	11.0
Class AT6	5.7	6.1	3.4	8.6	n/a
S&P/TSX Composite Total Return Index	8.1	9.3	5.4	9.5	n/a
Class D	6.1	6.5	3.8	9.0	n/a
S&P/TSX Composite Total Return Index	8.1	9.3	5.4	9.5	n/a
Class E	5.7	6.2	3.5	n/a	6.8
S&P/TSX Composite Total Return Index	8.1	9.3	5.4	n/a	7.8
Class EF	6.9	7.4	n/a	n/a	5.9
S&P/TSX Composite Total Return Index	8.1	9.3	n/a	n/a	6.1
Class F	6.8	7.3	4.6	9.8	n/a
S&P/TSX Composite Total Return Index	8.1	9.3	5.4	9.5	n/a
Class F1	6.9	n/a	n/a	n/a	3.8
S&P/TSX Composite Total Return Index	8.1	n/a	n/a	n/a	11.0
Class F2	6.9	n/a	n/a	n/a	3.8
S&P/TSX Composite Total Return Index	8.1	n/a	n/a	n/a	11.0
Class F3	7.0	n/a	n/a	n/a	3.9
S&P/TSX Composite Total Return Index	8.1	n/a	n/a	n/a	11.0
Class I	8.2	8.4	5.7	10.8	n/a
S&P/TSX Composite Total Return Index	8.1	9.3	5.4	9.5	n/a
Class O	8.1	8.5	5.8	n/a	9.2
S&P/TSX Composite Total Return Index	8.1	9.3	5.4	n/a	7.8
Class P	8.0	n/a	n/a	n/a	4.8
S&P/TSX Composite Total Return Index	8.1	n/a	n/a	n/a	11.0

Harbour Canadian Dividend Fund

Management Report of Fund Performance for the year ended March 31, 2019

SUMMARY OF INVESTMENT PORTFOLIO as at March 31, 2019

Category	% of Net Assets	Category	% of Net Assets	Top 25 Holdings	% of Net Assets
Country allocation		Sector allocation			
Canada	59.9	Financials	32.6	Cash & Equivalents	8.4
U.S.A.	27.3	Utilities	10.2	Toronto-Dominion Bank	5.6
Cash & Equivalents	8.4	Information Technology	10.1	Royal Bank of Canada	5.2
Bermuda	4.6	Cash & Equivalents	8.4	Brookfield Infrastructure Partners L.P.	4.6
Foreign Currency Forward Contracts	(0.1)	Energy	6.6	Brookfield Asset Management Inc., Class A	4.4
Other Net Assets (Liabilities)	(0.1)	Consumer Discretionary	5.6	The Bank of Nova Scotia	4.2
		Industrials	5.5	TMX Group Ltd.	3.9
		Consumer Staples	5.3	Dollarama Inc.	3.6
		Materials	5.2	Alimentation Couche-Tard Inc., Class B	3.3
		Health Care	5.0	Minto Apartment Real Estate Investment Trust	3.2
		Real Estate	4.3	Gilead Sciences Inc.	3.1
		Communication Services	1.4	Microsoft Corp.	3.0
		Foreign Currency Forward Contracts	(0.1)	Apple Inc.	3.0
		Other Net Assets (Liabilities)	(0.1)	Enbridge Inc.	2.6
				KLA-Tencor Corp.	2.5
				Wheaton Precious Metals Corp.	2.2
				S&P Global Inc.	2.2
				Thomson Reuters Corp.	2.1
				Onex Corp.	2.1
				Fortis Inc.	2.1
				Pembina Pipeline Corp.	2.1
				US Foods Holding Corp.	2.1
				Canadian Pacific Railway Ltd.	2.0
				Booking Holdings Inc.	2.0
				Parker Hannifin Corp.	2.0
				Total Net Assets (in \$000's)	\$59,384

The summary of investment portfolio may change due to ongoing portfolio transactions of the Fund and updates will be available on a quarterly basis.

A NOTE ON FORWARD-LOOKING STATEMENTS

This report may contain forward-looking statements about the Fund, its future performance, strategies or prospects, and possible future Fund action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective," and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the Fund and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any

forward-looking statement made by the Fund. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchanges rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.