



Annual Management Report of Fund Performance as of December 31, 2013

LANDRY U.S. EQUITY FUND

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 514-985-1138 or 1-866-985-1138, by writing to us at 1010 Sherbrooke West, Suite 2105, Montreal (Qc) H3A 2R7 or by visiting our website at www.landryinvest.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.

Management Discussion of Fund Performance

Investment Objective and Strategies

The U.S. Equity Fund seeks to provide long-term growth through capital appreciation by investing primarily in U.S. equity securities.

The strategy involves selecting securities from the U.S. equity universe. The investment process starts with a systematic and unbiased quantitative system that generates lists of stocks with high risk-adjusted return potential. Candidates for final selection usually have "momentum" (stocks that have had the largest price increase in the past months) or strong value characteristics. The Fund has a tendency of allocating more weight towards momentum stocks as compared to the value ones. The portfolio of the Fund is systematically reviewed on a monthly basis.

Risk

The overall level of risk of investing in the Fund remains as discussed in the Prospectus. During 2012 the Fund started investing a part of its portfolio in "value" stocks. This increased the number of securities in the portfolio and increased sector diversification. Accordingly, the Fund remains suitable for the same investors as discussed in the Prospectus.

Occasionally the Fund is highly concentrated in certain sectors, even though such concentration may not necessarily correspond to the sectors weight of the S&P100 Total Return Index. The Fund is not designed specifically for diversification. A large concentration in one sector may increase its risk.

The Fund and its benchmark are in USD. This results in a currency risk for the Canadian investor.

Results of Operations

The structure of the Fund in 2013 was the same as the one used to guide the operation of the Fund in the fourth quarter of 2012. The Fund selects value and momentum type securities from the large cap universe of the S&P500 and Nasdaq 100 indexes.

The Fund started the year 2013 with an increase of 14.1% in the first quarter while it kept a rather defensive position with an emphasis on sectors related to consumers like consumer discretionary, health care and financials. This position, however, was somewhat less favorable in the second quarter but the Fund kept an emphasis on those same sectors while adding stocks to the biotechnology sector.

The cash in the Fund was increased to 10% of the portfolio during the summer because we felt the market had already risen much since the beginning of the year. At the end of the third quarter the Fund had already increased 23% for 2013.

The U.S. market continued to rise in the fourth quarter while the Fund rose slightly less than the overall market for two reasons: (1) the cash position at beginning of quarter and (2) the fact that momentum stocks were underperforming towards the end of the year. For the year as a whole, the Fund outperformed its benchmark index with a return of 32.9%. Over the past four years, the Fund has exceeded its benchmark three years out of four with an average excess return of 3.3% a year vis-à-vis the index.

As 2014 gets under way, the Fund has a significantly overweight position in financial services, with 26% of the portfolio in this sector, and a significantly underweight position in consumer staples, such as food and household products. Of the portfolio's top five holdings, two are in leading-edge industrial products (Northrop Grumman and Lockheed Martin) and three in information technology (Priceline, Apple and Micron Technology).

Recent Developments

The U.S. economy continues to show encouraging signs of strengthening and the unemployment rate continues to fall in the United States. However, this led the Federal Reserve to reduce its monthly bonds purchase program on the market. So far, the reduction was very gradual not to disrupt the financial markets but the policy has clearly changed direction and the impact of these cumulative reductions are to be seen.

The U.S. stock market is trading at an unprecedented level and U.S. corporate profits are very high. Although a good number of economic factors favor corporate profitability there is no guarantee that profits will continue to rise.

In 2013, Landry Investment Management Inc. welcomed two new shareholders, Benoit Brillon, the Chief Investment Officer, and Champlain Investment Management, a company associated with Champlain Financial Corporation Canada. The latter is not involved in the daily operations of Landry Investment Management Inc. These two new shareholders will be able to increase their participation in Landry under certain conditions over the next few years.

In 2014, the financial statements will be presented under IFRS. The Manager is of the opinion that the change will have no impact on the performance of the Fund.

Related Party Transactions

In consideration for management services and investment advice provided to the Fund, the Manager (Landry Investment Management Inc.) is entitled to a management fee.

The management fee with respect to Series A units is 1/12 of 2.00%, Series B units is 1/12 of 2.25%, 1/12 of 1.00% for Series F units and 1/12 of 1.50% for Series G units, calculated on a daily basis to the net asset value of the Fund and payable monthly. No management fee is charged to Series I units; instead a negotiated fee is paid by these unitholders to the Manager directly.

The Manager receives a performance-based fee for the Fund. The Manager will charge a performance fee of 20% of the return of the Fund in excess of their benchmark return. The performance fee is payable only if the Fund has outperformed its benchmark (S&P100 Total Return Index) since the last time a performance fee was paid. Performance fees are calculated daily and crystallized and paid monthly. Over the period, a performance fee was paid from Series B and Series G to the Manager.

Other Material Information

Series B and G units of the Fund were redesignated as units of Series A and F respectively as of April 8th, 2013.

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help better understand the Fund's financial performance for the past three years.

The Fund's Net Assets per Unit

Series A

	2013
Net assets, beginning of period ⁽¹⁾	\$ 10.00
Increase (decrease) from operations:	
Total revenue	0.20
Total expenses	(0.40)

Realized gain for the period	2.35
Unrealized gain for the period	0.08
Total increase (decrease) from operations ⁽²⁾	2.23
Distributions:	
From income (excluding dividends)	-
From dividends	-
From capital gain	(0.41)
From return of capital	-
Total annual distributions ⁽³⁾	(0.41)
Net assets, end of period ⁽¹⁾	\$ 11.26

Series B

	2013	2012	2011
Net assets, beginning of period ⁽¹⁾	\$ 12.97	\$ 10.06	\$ 0.00
Increase (decrease) from operations:			
Total revenue	0.27	0.14	0.02
Total expenses	(0.98)	(0.52)	(0.09)
Realized gain (loss) for the period	3.05	2.95	(0.09)
Unrealized gain (loss) for the period	2.07	(0.13)	(0.22)
Total increase (decrease) from operations ⁽²⁾	4.41	2.44	(0.38)
Distributions:			
From income (excluding dividends)	-	-	-
From dividends	-	-	-
From capital gain	-	-	-
From return of capital	-	-	-
Total annual distributions ⁽³⁾	-	-	-
Net assets, end of period ⁽¹⁾	\$ 0.00	\$ 12.97	\$ 10.06

Series F

	2013	2012	2011
Net assets, beginning of period ⁽¹⁾	\$ 13.84	\$ 10.61	\$ 11.80
Increase (decrease) from operations:			
Total revenue	0.31	0.15	0.09
Total expenses	(0.42)	(0.31)	(0.28)
Realized gain (loss) for the period	3.59	3.09	(0.42)
Unrealized gain (loss) for the period	0.90	0.34	(0.78)
Total increase (decrease) from operations ⁽²⁾	4.38	3.27	(1.39)
Distributions:			
From income (excluding dividends)	-	-	-
From dividends	-	-	-
From capital gain	(0.64)	-	-
From return of capital	-	-	-
Total annual distributions ⁽³⁾	(0.64)	-	-
Net assets, end of period ⁽¹⁾	\$ 17.69	\$ 13.84	\$ 10.61

Series G

	2013	2012	2011
Net assets, beginning of period ⁽¹⁾	\$ 11.96	\$ 9.27	\$ 0.00
Increase (decrease) from operations:			
Total revenue	0.24	0.14	0.01
Total expenses	(0.78)	(0.56)	(0.05)
Realized gain (loss) for the period	2.81	2.83	(0.06)
Unrealized gain (loss) for the period	2.26	(2.04)	(0.63)
Total increase (decrease) from operations ⁽²⁾	4.53	0.37	(0.73)
Distributions:			
From income (excluding dividends)	-	-	-
From dividends	-	-	-
From capital gain	-	-	-
From return of capital	-	-	-
Total annual distributions ⁽³⁾	-	-	-
Net assets, end of period ⁽¹⁾	\$ 0.00	\$ 11.96	\$ 9.27

Series I

	2013	2012	2011
Net assets, beginning of period ⁽¹⁾	\$ 9.59	\$ 7.27	\$ 8.01
Increase (decrease) from operations:			
Total revenue	0.22	0.10	0.06
Total expenses	(0.16)	(0.12)	(0.11)
Realized gain (loss) for the period	2.48	2.10	(0.28)
Unrealized gain (loss) for the period	0.74	0.44	(0.49)
Total increase (decrease) from operations ⁽²⁾	3.28	2.52	(0.82)
Distributions:			
From income (excluding dividends)	-	-	-
From dividends	-	-	-
From capital gain	(0.45)	-	-
From return of capital	-	-	-
Total annual distributions ⁽³⁾	(0.45)	-	-
Net assets, end of period ⁽¹⁾	\$ 12.40	\$ 9.59	\$ 7.27

(1) This information is derived from the Fund's interim financial statements and audited annual financial statements. The net assets per security presented in the financial statements differs 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. Units of series B and G were issued for the first time during the year 2011 at 10\$.

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

(3) Income, dividend and/or return of capital distributions, if any, are paid in cash, reinvested in additional units. There were no distributions for classes B and G.

Ratios and Supplemental Data**Series A**

Year ⁽¹⁾	2013
Net asset value ⁽²⁾ (000's)	\$ 207
Number of units outstanding	18,271
Management expense ratio ⁽³⁾	5.09%
Management expense ratio before waivers or absorptions ⁽⁴⁾	5.09%
Trading expense ratio ⁽⁵⁾	0.56%
Portfolio turnover rate ⁽⁶⁾	265.44%
Net asset value per unit, end of period ⁽²⁾	\$ 11.32

Series B

Year ⁽¹⁾	2013	2012	2011
Net asset value ⁽²⁾ (000's)	\$ 0	\$ 101	\$ 37
Number of units outstanding	0	7,770	3,665
Management expense ratio ⁽³⁾	26.15%	4.30%	3.75%
Management expense ratio before waivers or absorptions ⁽⁴⁾	26.15%	4.30%	3.75%
Trading expense ratio ⁽⁵⁾	1.53%	0.66%	0.14%
Portfolio turnover rate ⁽⁶⁾	0.00%	351.03%	296.11%
Net asset value per unit, end of period ⁽²⁾	\$ 0.00	\$ 12.99	\$ 10.09

Series F

Year ⁽¹⁾	2013	2012	2011
Net asset value ⁽²⁾ (000's)	\$ 7,663	\$ 3,949	\$ 2,595
Number of units outstanding	430,967	284,876	243,893
Management expense ratio ⁽³⁾	2.58%	2.41%	2.47%
Management expense ratio before waivers or absorptions ⁽⁴⁾	2.58%	2.41%	2.47%
Trading expense ratio ⁽⁵⁾	0.41%	0.66%	0.14%
Portfolio turnover rate ⁽⁶⁾	265.44%	351.03%	296.11%
Net asset value per unit, end of period ⁽²⁾	\$ 17.78	\$ 13.86	\$ 10.64

Series G

Year ⁽¹⁾	2013	2012	2011
Net asset value ⁽²⁾ (000's)	\$ 0	\$ 724	\$ 14
Number of units outstanding	0	60,425	1,500
Management expense ratio ⁽³⁾	22.54%	4.78%	2.97%
Management expense ratio before waivers or absorptions ⁽⁴⁾	22.54%	4.78%	2.97%
Trading expense ratio ⁽⁵⁾	1.53%	0.66%	0.14%
Portfolio turnover rate ⁽⁶⁾	0.00%	351.03%	296.11%
Net asset value per unit, end of period ⁽²⁾	\$ 0.00	\$ 11.98	\$ 9.30

Series I

Year ⁽¹⁾	2013	2012	2011
Net asset value ⁽²⁾ (000's)	\$ 308	\$ 256	\$ 570
Number of units outstanding	24,702	26,663	78,136
Management expense ratio ⁽³⁾	1.43%	1.37%	1.42%
Management expense ratio before waivers or absorptions ⁽⁴⁾	1.43%	1.37%	1.42%
Trading expense ratio ⁽⁵⁾	0.41%	0.66%	0.14%
Portfolio turnover rate ⁽⁶⁾	265.44%	351.03%	296.11%
Net asset value per unit, end of period ⁽²⁾	\$ 12.46	\$ 9.60	\$ 7.29

- (1) This information is provided for the years ended December 31.
- (2) The impact of the adoption of the accounting policy Section 3855 on net assets may result in a different valuation of securities held by the Fund, for financial reporting purposes, than the market value used to determine the net asset value of the Fund for the purchase and redemption of the Fund's units.
- (3) Management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs) for the stated year and is expressed as an annualized percentage of daily average net assets during the period. Out of its management fees, the Manager pays for such services to the Fund as portfolio manager compensation, service fees and marketing. Management expense ratio is inclusive of performance fees.
- (4) The Manager, at its discretion, waived and/or absorbed a portion of the fees and/or expenses otherwise payable by the Fund. The waiving and/or absorption of such fees and/or expenses by the Manager may be terminated at any time, or continued indefinitely, at the discretion of the Manager. Management expense ratio is inclusive of performance fees.
- (5) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.
- (6) The Fund's portfolio turnover rate indicates how actively the Manager trades the Fund's 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 year. The higher the Fund's portfolio turnover rate in a period, 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 high turnover rate and the performance of the Fund.

Management Fees

Management fees are based on the NAV of a series and are paid by the Fund to Landry Investment Management Inc. They are used to pay for sales and trailing commissions to registered dealers on the distribution of the Series' units, as well as for investment advisory and management services.

Series	A	B	F	G	I
Management fees	2.00%	2.25%	1.00%	1.50%	0%
As a % of management fees:					
Dealer Compensation	50.0	44.4	0	0	0
Investment advisory and management services	50.0	55.6	100	100	0

Performance fees

The Fund pays Landry Investment Management Inc. a performance fee equal to 20% of the amount by which the return of the Fund exceeds the performance of its benchmark index. The performance fee is payable only if the Fund has outperformed its benchmark since the last time a performance fee was paid (high-water mark). It is calculated and totalled each day, so that the price per unit on a given day reflects the performance fees payable at the end of that day. The performance fee is paid by the Fund on a monthly basis. A performance fee may be paid by a Fund to Landry Investment Management Inc. even if such Fund had a negative performance.

Past Performance

The performance information shown assumes that all distributions made by the investment fund in the periods shown were reinvested in additional securities of the investment fund. The performance

information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance. Also, how the investment fund has performed in the past does not necessarily indicate how it will perform in the future.

Year-by-Year Returns

The following bar charts show the performance for each of the years shown, and illustrate how a series' performance has changed from year to year. In percentage terms, the bar chart shows 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.

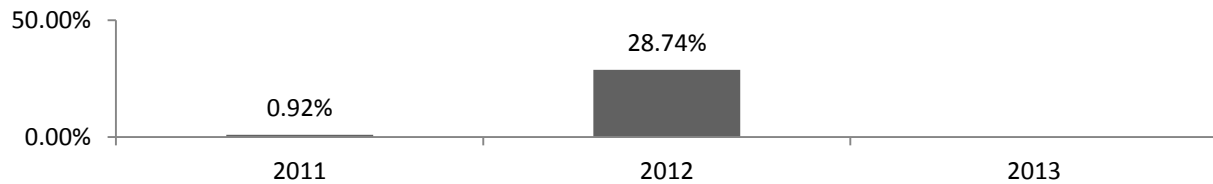
« 2011 » represents the returns from the creation of the Fund on April 5, 2011 (October 5, 2013 for Series B and October 28, 2011 for Series G) to December 31, 2011.

« 2012 » represents the returns from December 31, 2011 to December 31, 2012.

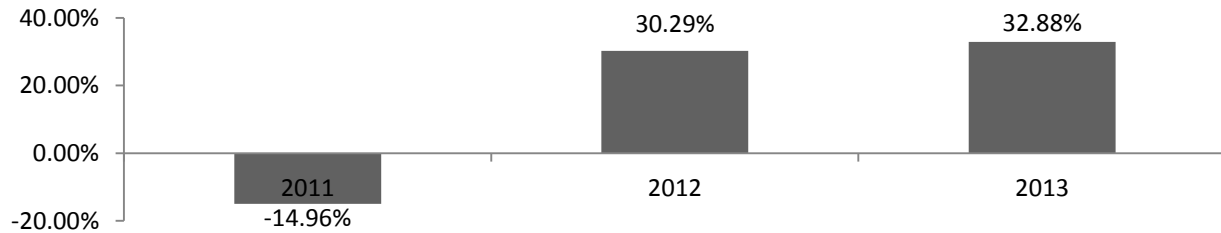
« 2013 » represents the returns from December 31, 2012 to December 31, 2013.

Series B and G were redesignated as series A and F respectively so they no longer had assets under management at the end of the 2013 period. Also, series A had no assets at the start of 2013. This explains why those series don't show returns for 2013.

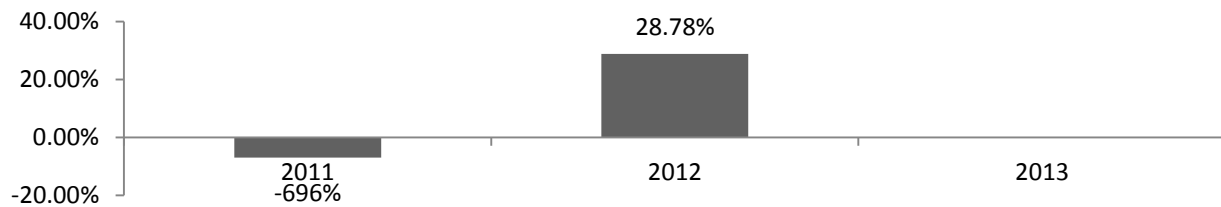
Series B



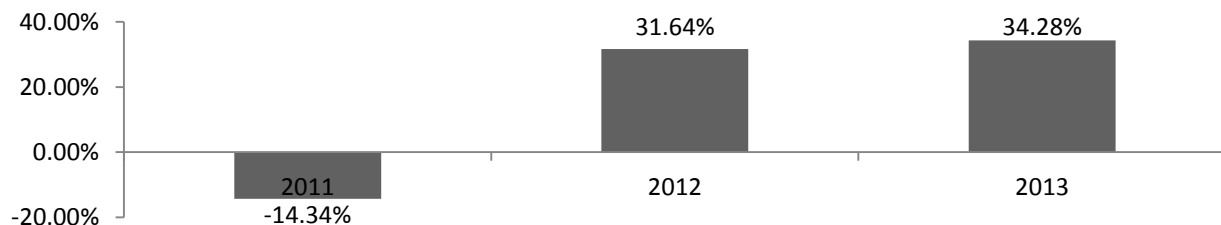
Series F



Series G



Series I



Annual Compound Returns

The table below compares the net of fees annualized return of a series to its benchmark index.

	1 year	Since Inception on April 5, 2011
U.S. Equity Fund Series F	32.88%	15.15%
U.S. Equity Fund Series I	34.28%	16.33%
S&P100 Total Return Index	30.38%	15.28%

The S&P 100 Index measures the performance of large cap companies in the United States. The index is comprised of 100 major companies across multiple industry groups.

Summary of Investment Portfolio

Asset Mix	% of net asset value
U.S. Equities	94.1%
Global Equities	5.4%
Cash and Cash Equivalents	0.7%
Net Other Assets	-0.2%

Sector Mix	% of net asset value
Financials	27.4%
Industrials	14.5%
Consumer Discretionary	13.5%
Health Care	13.1%
Information Technology	13.5%
Energy	6.7%
Materials	4.2%
Consumer Staples	3.0%
Exchange Traded Notes	1.8%
Telecommunications Services	1.4%
Utilities	0.4%
Cash and Cash Equivalents	0.7%
Net Other Assets	-0.2%

Top Holdings	% of net asset value
1. Northrop Grumman Corp.	3.4%
2. Lockheed Martin Corp.	2.9%
3. Priceline.com Inc.	2.8%
4. Apple Inc.	2.8%
5. Micron Technology Inc.	2.7%
6. Assurant Inc.	2.3%
7. Henry Schein Inc.	2.2%
8. Starbucks Corp.	2.2%
9. Tesla Motors Inc.	2.0%
10. McKesson Corp.	2.0%
11. Raytheon Co.	1.8%
12. Lincoln National Corp.	1.8%
13. iPath S&P 500 VIX Mid-Term Futures	1.8%
14. Boeing Co. (The)	1.7%
15. Wellpoint Inc.	1.6%
16. Graham Holdings Co., Class 'B'	1.5%
17. Wells Fargo & Co.	1.5%
18. V.F. Corp.	1.5%
19. AmerisourceBergen Corp.	1.4%
20. Unum Group	1.4%
21. Seagate Technology	1.4%
22. Hess Corp.	1.3%
23. SLM Corp.	1.3%
24. Cintas Corp.	1.3%
25. L-3 Communications Holdings Inc.	1.3%
	47.9%

The summary of investment portfolio may change due to ongoing portfolio transactions of the Fund. A quarterly update is available.

For information about other funds in which the Fund invests, the prospectus and other materials about those funds are available on the internet at www.sedar.com