



Annual Management Report of Fund Performance as of December 31, 2012

WORLD MOMENTUM 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

To provide long-term growth through capital appreciation by investing primarily in a diversified portfolio of equity securities of Canadian and foreign companies established in the United States, Europe and elsewhere.

The Fund invests primarily in the common shares of its benchmark index, the MSCI World. The shares are selected as a function of their potential contribution to long-term capital appreciation. The selection method is quantitative and systematic and is mainly based on the persistence of stock market returns. To achieve its investment objectives, the Fund selects "momentum" stocks, i.e. stocks that have had the largest price increase in the past 12 months. The portfolio of the Fund is systematically reviewed on a monthly basis to replace underperforming stocks with a new selection based on the past 12-month performance. The Fund also selects "value" stocks to diversify its portfolio.

Risk

The overall level of risk of investing in the Fund remains as discussed in the Prospectus. In fact, it may have decreased following a change of the Fund's investment strategy during the fourth quarter of 2012. During the fourth quarter the Fund started investing a part of its portfolio in "value" stocks. This increases the number of securities in the portfolio and increases sector diversification. Accordingly, the Fund remains suitable for the same investors as discussed in the Prospectus.

The Fund may have a substantial concentration in certain sectors from time to time. Moreover, the sector allocation of the Fund may often differ significantly from that of its benchmark index (MSCI World 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

Since the fund was created in 2010, it has invested only 30% of its assets in the United States because the momentum effect is less powerful there than it is elsewhere in the world. This allocation contributed to the fund's underperformance at the start of the year, when the US stock market staged a strong rally. In the second quarter, we increased the US proportion to 50% of the fund's value. The fund's performance in the second quarter was roughly comparable to that of the index.

The World Fund had a solid third quarter, rising 8.6% versus an increase of 6.7% for the MSCI World Index. The fund did especially well with its US holdings, partly because the US stock market was one of the best performing but mainly because the stock selection outperformed the index. The fund had holdings in all the main industrial sectors but has significantly underweighted energy and financials.

We also added a value-style component to the portfolio in the fourth quarter. Over the long term, the value factor offers the advantage of generating more effective selections than the broad stock market and it has a very low correlation with the momentum factor.

For 2012 as a whole, the fund advanced 13% (in US currency), slightly underperforming its benchmark.

Recent Developments

The U.S. economy sent out decidedly positive signals in the second half of 2012. The residential housing market improved, as prices firmed and transaction volume increased. Housing starts are on the rise. This turnaround is extremely important for consumer spending and employment. Leading indicators for the manufacturing sector are also up.

This context could indicate a stronger economy in 2013, but income tax increases and federal spending cuts totalling at least 3% of GDP will curtail growth at the start of the year.

Europe is already in a recession, and its tax policies in general are fairly restrictive. Even so, the trade deficits of the peripheral countries have begun to improve, which is the first step toward a better balance in Europe and the end of the restrictive policies. Europe will probably be in a recession for a good portion of 2013 but the indicators should start to improve in the second half.

Related Party Transactions

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

The management fee with respect to Series B units is 1/12 of 2.25%, 1/12 of 1% for Series F units and 1/12 of 1.5% for Series G units, calculated on a daily basis to the net asset value of the Funds and payable monthly.

The Manager receives a performance-based fee for the Funds. 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 (MSCI World Total Return Index) since the last time a performance fee was paid. Performance fees are calculated daily and crystallized and paid quarterly. No performance fees were paid over the period.

Financial Highlights

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 two years.

The Fund's Net Assets per Unit

Class B

	2012	2011
Net assets, beginning of year ⁽¹⁾	\$ 9.70	\$ 11.94
Increase (decrease) from operations:		
Total revenue	0.16	0.30
Total expenses	(0.36)	(0.39)
Realized loss for the period	0.03	(1.09)
Unrealized gain (loss) for the period	1.31	(1.49)
Total increase (decrease) from operations ⁽²⁾	1.14	(2.67)
Distributions:		
From income (excluding dividends)	-	-
From dividends	-	-
From capital gain	-	-
From return of capital	-	-
Total annual distributions ⁽³⁾	-	-
Net assets, end of year ⁽¹⁾	\$ 10.83	\$ 9.70

Class F

	2012	2011
Net assets, beginning of year ⁽¹⁾	\$ 6.20	\$ 7.53
Increase (decrease) from operations:		
Total revenue	0.10	0.19
Total expenses	(0.15)	(0.16)
Realized loss for the period	0.02	(0.70)
Unrealized gain (loss) for the period	0.80	(0.82)
Total increase (decrease) from operations ⁽²⁾	0.77	(1.49)
Distributions:		
From income (excluding dividends)	-	-
From dividends	-	-
From capital gain	-	-
From return of capital	-	-
Total annual distributions ⁽³⁾	-	-
Net assets, end of year ⁽¹⁾	\$ 7.01	\$ 6.20

Class G

	2012	2011
Net assets, beginning of year ⁽¹⁾	\$ 9.13	\$ 11.15
Increase (decrease) from operations:		
Total revenue	0.15	0.29
Total expenses	(0.27)	(0.29)
Realized loss for the period	0.03	(1.04)
Unrealized gain (loss) for the period	1.12	(1.13)
Total increase (decrease) from operations ⁽²⁾	1.03	(2.17)
Distributions:		
From income (excluding dividends)	-	-
From dividends	-	-
From capital gain	-	-
From return of capital	-	-
Total annual distributions ⁽³⁾	-	-
Net assets, end of year ⁽¹⁾	\$ 10.27	\$ 9.13

(1) This information is derived from the Fund's 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.

(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) There were no distributions.

Ratios and Supplemental Data**Class B**

Year ⁽¹⁾	2012	2011
Net asset value ⁽²⁾ (000's)	\$ 235	\$ 98
Number of units outstanding	21,660	10,108

Management expense ratio ⁽³⁾	3.92%	3.56%
Management expense ratio before waivers or absorptions ⁽⁴⁾	3.92%	3.56%
Trading expense ratio ⁽⁵⁾	0.64%	0.40%
Portfolio turnover rate ⁽⁶⁾	220.40%	191.71%
Net asset value per unit, end of year ⁽²⁾	\$ 10.84	\$ 9.72

Class F

Year ⁽¹⁾	2012	2011
Net asset value ⁽²⁾ (000's)	\$ 4,968	\$ 4,934
Number of units outstanding	708,030	794,324
Management expense ratio ⁽³⁾	2.60%	2.25%
Management expense ratio before waivers or absorptions ⁽⁴⁾	2.60%	2.25%
Trading expense ratio ⁽⁵⁾	0.64%	0.40%
Portfolio turnover rate ⁽⁶⁾	220.40%	191.71%
Net asset value per unit, end of year ⁽²⁾	\$ 7.02	\$ 6.21

Class G

Year ⁽¹⁾	2012	2011
Net asset value ⁽²⁾ (000's)	\$ 902	\$ 427
Number of units outstanding	87,728	46,718
Management expense ratio ⁽³⁾	3.12%	2.75%
Management expense ratio before waivers or absorptions ⁽⁴⁾	3.12%	2.75%
Trading expense ratio ⁽⁵⁾	0.64%	0.40%
Portfolio turnover rate ⁽⁶⁾	220.40%	191.71%
Net asset value per unit, end of year ⁽²⁾	\$ 10.28	\$ 9.15

- (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 year. 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 year.
- (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 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 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 Class shares, as well as for investment advisory and management services.

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

Performance fees

The Fund pays Landry Investment Management 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 even if such Fund had a negative performance.

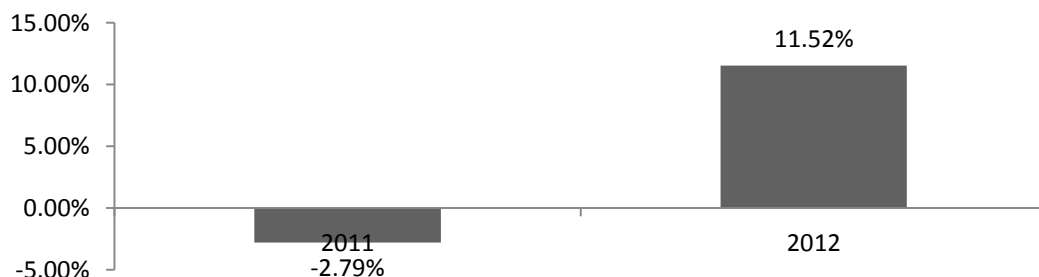
Past Performance

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.

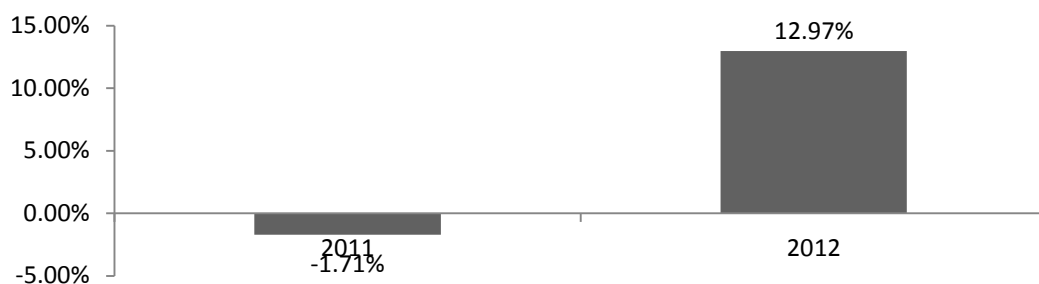
Year-by-Year Returns

The following bar charts show the performance for each of the years shown, and illustrate how a class' 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.

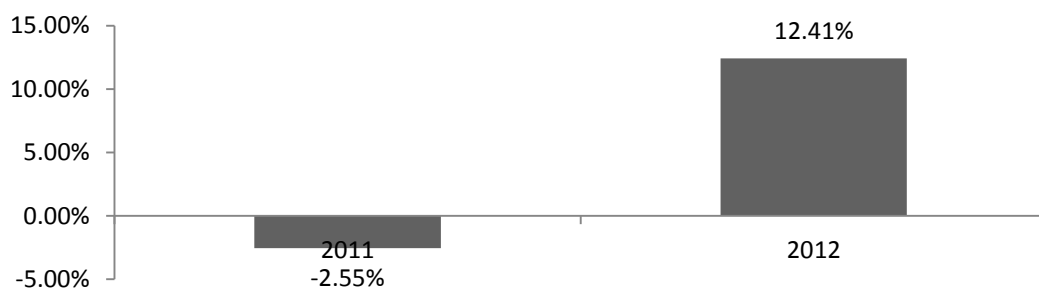
Class B



Class F



Class G



« 2011 » represents the returns from the creation of the Fund on April 5, 2011 to December 31, 2011.
 « 2012 » represents the returns from December 31, 2011 to December 31, 2012.

Annual Compound Returns

The table below shows the Class' historical annual returns for the periods indicated compared with its index.

	1 year	Since Inception on April 5, 2011
World Momentum Fund Class B	11.52%	-7.90%
World Momentum Fund Class F	12.97%	-6.71%
World Momentum Fund Class G	12.41%	-7.15%
MSCI World Total Return Index	15.83%	2.10%

The MSCI World Index is a market capitalization weighted index that is designed to measure the equity market performance of developed markets. The following developed markets are represented in the Index: Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Greece, Hong Kong, Ireland, Israel, Italy, Japan, Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, the United Kingdom, and the United States.

