

STONE GROWTH FUND

2018 Annual Management Report of Fund Performance

For the period ended December 31, 2018



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 1 800 336 9528; by writing to us at Stone Asset Management Limited, 40 University Ave., Suite 901, Toronto, Ontario, M5J 1T1; or by visiting our website at www.stoneco.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 interim financial report, proxy voting policies and procedures, proxy voting disclosure record or quarterly portfolio disclosure.

STONE GROWTH FUND

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

December 31 2018

INVESTMENT OBJECTIVES

The investment objective of the Stone Growth Fund (the “Fund”) is to provide investors exposure to North American equity securities seeking long-term capital appreciation.

INVESTMENT STRATEGIES

The Fund will invest primarily in North American equities. It is anticipated that the Fund will invest approximately 50% of the portfolio in Canadian securities and 50% in US securities with a collar of $\pm 20\%$. It will also have the flexibility to increase or decrease geographic exposure from time to time depending on market conditions.

RISK

The overall long-term risk of the Fund is as described in the most recent simplified prospectus. No material changes occurred that would significantly increase the risk associated with an investment in the Fund during the period.

RESULTS OF OPERATIONS

Market Overview and Impact on the Fund

The 2018 year was one of the most turbulent in the history of financial markets with plenty of ups and downs. After what followed to be a year of low volatility in 2017, investors have had a myriad of issues to deal with in 2018. The year began with a month for the ages in the stock markets. The MSCI World Index jumped 5.3% for January continuing the wicked streak of gains from 2017.

Other markets went along for the ride led by the biggest markets of all in the US, the S&P 500 Index was up 5.7%. The melt up in early January quickly evaporated as all major markets were down the following month. The US markets continued hitting new highs in the summer while other markets were struggling to stay in positive territory.

The final quarter of 2018 was one of the worst periods on record for the global markets. A confluence of negative headlines hit the markets at once. The negative quarter was enough to put major equity markets in negative territory for the year - the MSCI World Index dropped 0.5%, the Dow Jones Industrial Average down 4.8%, and the TSX Composite Index down 8.9%.

The MSCI Europe Index was down 7.2% for the year. Most markets had corrected into bear market territory by the end of the year. The market selloff moved investors into the safety of US 10-year Treasuries as the yield plummeted to 2.50% (from highs of 3.25%). Investors found reasons to pile into these safer assets as the volatility in equities moved buyers into bonds.

The US Federal Reserve (the “Fed”) reached its target of tightening monetary policy through both higher interest rates and quantitative tightening of \$50B per month. Investors became uncomfortable with this level of tightening and the markets spoke up. The risk to the global economy of these two methods of tightening was real and the stock markets reflected this concern.

Other issues the market had to contend with included US-China trade impact on the global economy, year end tax loss selling and irrational government policy.

The near-absence of volatility throughout 2017 and the first month of 2018 ended in a violent move higher for the Volatility Index (the “VIX”) in February. The VIX had been trending back down to the 13 level over the summer but spiked up with in the final quarter to the 20 level as the market volatility came back.

Concerns about the Canadian government’s inability to get pipelines and infrastructure built to serve the energy industry is casting a black shadow on the sector. The differential in pricing on heavy oil Western Canadian Select (“WCS”) and West Texas Intermediate (“WTI”) spiked to \$50/barrel in the fall.

This precipitated drastic action by the Alberta government in the form of production curtailments to help ease the glut of oil that cannot leave the province. This uncertainty in the Canadian oil & gas business resulted in Canada’s energy sector being one of the worst performers, down a staggering 18.3% for the year.

The Materials sector also had a terrible year, down 9.3% as gains made earlier in the year evaporated with the rest of the market on concerns about global growth. The Gold sub-index was down 7.15% even in the face a market uncertainty. Copper producers dropped 29.0% for the year as the early year market euphoria gave way to uncertainties about global economic growth.

Consumer Discretionary, Health Care, Financials and Utilities all faced significant decreases, down 16.0%, 15.9%, 9.3%, and 8.9%, respectively, as neither the safety of banking or utility shares nor the excitement of cannabis shares could weather the late year market correction. The only positive sector in Canada was the Information Technology space which recorded a 13.0% gain for the year.

STONE GROWTH FUND

MANAGEMENT DISCUSSION OF FUND

PERFORMANCE (continued)

The US markets (S&P 500), in Canadian Dollar terms, suffered similar drops as the TSX, with Energy down 24.7%, Materials down 20.0%, and Financials down 17.7%. The big difference between the US vs Canada is that the Health Care Index was up 8.9% in the US with the stability of large cap pharmaceuticals and biotech far outperforming Canada's more cannabis-focused Health Care Index.

The Fund Manager maintained a bias toward US markets with a significant overweight in US Information Technology and Health Care and underweighting Energy, Industrials, Materials and Real Estate relative to its blended benchmark.

The Energy weight was increased early in the year with the addition of three Canadian oil & gas companies and then decreased later in the year when one position was sold. Despite the increased weight, the Fund remained well below the blended benchmark weight of 12.1%. Weighting in the Technology sector decreased slightly as several positions were trimmed to take advantage of strong stock performance.

The average return for the sector holdings over the period was 14.3%, slightly better than the blended benchmark despite a drop-off in all equities in the fourth quarter. The best performing holding in Technology during the period was cyber security firm Palo Alto Networks Inc., which was up 83.7% during the period, a company that the Fund has had an active position in for several years.

Health Care weighting in the portfolio increased slightly over the period despite selling out of a long-held position in Allergan PLC early in the year. The Fund's position in UnitedHealth Group Inc. was trimmed opportunistically and our small position in Boston Scientific Corp. returned 55.0% for the period while one of our biotech holdings, BioMarin Pharmaceutical Inc., was up 15.6% before being sold in the fourth quarter.

Weight in Consumer Discretionary also decreased due to Amazon.com Inc. being trimmed and our position in TJX Cos. Inc. being sold. The weighting in Industrials decreased given a pullback in price in our only holding, Drone Delivery Canada Corp.

Long-term secular themes of aging populations and US health care system reforms merit continued exposure to the Health Care sector, including health care providers and prescription drug manufacturers. The Fed raised interest rates during the period and has indicated more rate hikes are likely, although at a more moderate pace, supporting the Fund's exposure to the US Financials sector.

The Fund continues to have a bias toward large-capitalization companies in the US with strong catalysts for growth. The Fund's cash level was increased at the end of the third quarter as positions were either trimmed or sold and not replaced. As at year end, the cash balance was 15.3%, this was up from 3.6% at the midpoint of the year and up from 14.1% at the end of last year (including look through in underlying investment Fund).

Performance

The Fund's Series outperformed its blended benchmark during the period, attributable to positive currency impact, asset allocation to the Technology sector and stock selection that factored in performance. A more optimistic outlook for the US economy and potential trade woes for Canadian businesses resulted in an 8.5% increase in the US dollar versus the Canadian dollar during the period.

The Fund is weighted to the US market with 75.4% exposure to the US, which is in line from last year.

As a result, the Fund's Series generated the following returns for the period.

Series						
A	B	F	L	T8A	T8B	T8C
7.1%	6.6%	8.1%	6.6%	7.2%	6.7%	6.7%

Any differences in performance returns between Series are primarily due to different management and operating fees that are applicable to a particular Series.

Please refer to "Past Performance" for details regarding the performance of the Fund. The calculation of the Fund's performance takes into consideration all fees and expenses of the Fund, which are not applicable in the calculation of the benchmark's performance. The Fund's broad-based benchmark, the S&P/TSX Composite Index decreased 8.9% over the same period.

The comparison to this broad-based index is provided to enable you to compare the Fund's performance relative to that of the general market. A comparison to the Fund's blended benchmark, which is composed of 50% of the S&P/TSX Composite Index and 50% of the S&P 500 Index, provides a comparison to a benchmark that is more reflective of the Fund's investment objective and strategy.

The blended benchmark declined 2.3% over the same period.

Change in Net asset value

Net Assets of the Fund decreased by 14.4% or \$2.2 million during the period, from \$15.3 million at December 31, 2017 to \$13.1 million at December 31, 2018. This change in Net Assets is attributed to net sales (redemptions) of (\$3.2) million, cash distributions of \$0.2 million and \$1.2 million to investment operations, including market appreciation (depreciation), income and expenses.

RECENT DEVELOPMENTS

Please see "Results of Operations" for market-related developments. There are no known changes at this time to the manager, portfolio manager or the composition of the Independent Review Committee

Statement of Compliance

The financial statements have been prepared in compliance with International Financial Reporting Standards ("IFRS"), as published by the International Accounting Standards Board ("IASB").

STONE GROWTH FUND

MANAGEMENT DISCUSSION OF FUND PERFORMANCE (continued)

RELATED PARTY TRANSACTIONS

Stone Asset Management Limited (“SAM”) is the manager and portfolio manager of the Fund. SAM is a wholly owned subsidiary of Stone Investment Group Limited.

In order to obtain foreign growth, the Fund is invested in Series A securities of Stone Global Growth Fund. The Manager ensures there is no duplication of management and performance fees, if the Fund invests in another Fund managed by the Manager.

Fund Manager

As Fund Manager, SAM is responsible for managing the Fund’s overall business and day-to-day operational services, as described under the headings “Management Fees” and “Operating Fees”.

Portfolio Manager

As Portfolio Manager, SAM is responsible for providing portfolio management services to the Fund.

Under the terms of the Investment Management Agreement, the Portfolio Manager is entitled to receive a performance fee (plus applicable taxes) from each Series of securities of the Fund equal to 10 percent of the amount by which the Fund’s Series rate of return exceeds the return of the Fund’s established benchmark since the last time a Performance fee was paid, multiplied by the Fund’s average series Net Asset Value (“NAV”) during the calendar year.

Performance fees are limited to a maximum of 0.30 percent (plus applicable taxes) of the Funds’ Series average Net Asset Value during the calendar year. Such fees are accrued monthly, if applicable, and paid annually.

Management fees

The Fund pays a management fee, calculated daily and paid monthly, based on the following schedule:

Series	A	B	F	L	T8A	T8B	T8C
Annual Fee (%)	2.00	2.50	0.95	2.50	2.00	2.50	2.50

The following table lists the major services received by the Fund, as a percentage of the Management Fee:

Series	A	B	F	L	T8A	T8B	T8C
Dealer Compensation (%)	50	20	-	20	50	20	30
Investment and Fund Management (%)	50	80	100	80	50	80	70
Total (%)	100	100	100	100	100	100	100

Operating fees

The Fund pays operating fees (the “Operating Fees”) to SAM for the day-to-day operational services. The Operating Fees include, but are not limited to: legal and audit fees, transfer agency costs, custodian costs, filing fees, administrative and overhead costs charged by SAM, and the Independent Review Committee of the Fund.

Operating fees incurred by the Fund are allocated among the Series on a reasonable basis as determined by SAM.

At its sole discretion, the manager may waive management fees or absorb expenses of the Fund. The management expense ratios of each of the series of units of the Fund with and without the waivers and absorptions are reported in the Ratios and Supplemental Data table.

Independent Review Committee

SAM has established the Independent Review Committee (the “IRC”) for the Fund in accordance with the requirements of National Instrument 81-107 – Independent Review Committee for Investment Funds in order to review conflicts of interest as they relate to investment fund management.

The compensation and other reasonable expenses of the IRC are paid pro rata out of the assets of the Fund for which the independent review committee acts. The main component of compensation is an annual retainer. The Chair of the IRC is entitled to an additional fee.

STONE GROWTH FUND

FINANCIAL HIGHLIGHTS

The following tables present selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the periods indicated.

THE FUND'S NET ASSETS PER SECURITY¹

Series	As at	Net assets, beginning of period ²	Increase (decrease) from operations ² (All figures in (\$))				Distributions ^{2,3}				Net assets, end of period		
			Total revenue	Total expenses (excluding distributions)	Realized gains (losses) for the period	Unrealized gains (losses) for the period	Total increase (decrease) from operations ²	Net investment income (excluding dividends)	Dividends	Capital gains		Return of capital	Total distributions ³
	Dec 2018	11.56	0.12	(0.46)	1.85	(0.60)	0.91	-	-	-	-	-	12.38
	Dec 2017	11.14	0.11	(0.37)	1.04	(0.40)	0.38	-	-	-	-	-	11.56
	Dec 2016	11.97	0.10	(0.35)	0.30	(0.99)	(0.94)	-	-	-	-	-	11.14
	Dec 2015	11.15	0.15	(0.36)	1.45	(0.45)	0.79	-	-	-	-	-	11.97
A	Dec 2014	9.05	0.11	(0.28)	1.47	0.79	2.09	-	-	-	-	-	11.15
	Dec 2018	10.53	0.10	(0.48)	1.65	(0.20)	1.07	-	-	-	-	-	11.22
	Dec 2017	10.20	0.09	(0.39)	0.99	(0.38)	0.31	-	-	-	-	-	10.53
	Dec 2016	11.02	0.09	(0.38)	0.22	(0.91)	(0.98)	-	-	-	-	-	10.20
	Dec 2015	10.32	0.14	(0.39)	1.31	(0.47)	0.59	-	-	-	-	-	11.02
B†	Dec 2014	8.41	0.10	(0.30)	1.36	0.74	1.90	-	-	-	-	-	10.32
	Dec 2018	n/a	n/a	n/a	n/a	n/a	n/a	-	-	-	-	-	n/a
	Dec 2017	n/a	n/a	n/a	n/a	n/a	n/a	-	-	-	-	-	n/a
	Dec 2016	n/a	n/a	n/a	n/a	n/a	n/a	-	-	-	-	-	n/a
	Dec 2015	11.06	0.15	(0.40)	1.70	(0.53)	0.92	-	-	-	-	-	n/a
C‡	Dec 2014	9.01	0.12	(0.32)	1.47	0.77	2.04	-	-	-	-	-	11.06
	Dec 2018	14.19	0.15	(0.41)	2.29	(0.96)	1.07	-	-	-	-	-	15.34
	Dec 2017	13.49	0.12	(0.26)	1.32	(0.52)	0.66	-	-	-	-	-	14.19
	Dec 2016	14.35	0.12	(0.30)	0.52	(1.16)	(0.82)	-	-	-	-	-	13.49
	Dec 2015	13.25	0.18	(0.30)	1.70	(0.78)	0.80	-	-	-	-	-	14.35
F	Dec 2014	10.67	0.13	(0.24)	1.75	0.95	2.59	-	-	-	-	-	13.25
	Dec 2018	15.26	0.16	(0.70)	2.46	(0.81)	1.11	-	-	-	-	-	16.26
	Dec 2017	14.79	0.12	(0.56)	1.42	(0.56)	0.42	-	-	-	-	-	15.26
	Dec 2016	15.94	0.13	(0.54)	0.42	(1.46)	(1.45)	-	-	-	-	-	14.79
	Dec 2015	15.02	0.21	(0.63)	1.65	(0.84)	0.39	-	-	-	-	-	15.94
L*	Dec 2014	12.30	0.15	(0.51)	2.14	0.75	2.53	-	-	-	-	-	15.02
	Dec 2018	4.70	0.05	(0.18)	0.72	(0.17)	0.42	-	-	-	(0.38)	(0.38)	4.68
	Dec 2017	4.92	0.04	(0.15)	0.46	(0.23)	0.12	-	-	-	(0.39)	(0.39)	4.70
	Dec 2016	5.82	0.05	(0.16)	0.44	(0.43)	(0.10)	-	-	-	(0.48)	(0.48)	4.92
	Dec 2015	5.85	0.08	(0.18)	0.74	(0.28)	0.36	-	-	-	(0.47)	(0.47)	5.82
T8A	Dec 2014	5.11	0.06	(0.15)	0.80	0.43	1.14	-	-	-	(0.41)	(0.41)	5.85
	Dec 2018	4.46	0.04	(0.19)	0.69	(0.17)	0.37	-	-	-	(0.36)	(0.36)	4.42
	Dec 2017	4.70	0.04	(0.17)	0.44	(0.20)	0.11	-	-	-	(0.38)	(0.38)	4.46
	Dec 2016	5.58	0.05	(0.18)	(0.11)	(0.46)	(0.70)	-	-	-	(0.46)	(0.46)	4.70
	Dec 2015	5.64	0.07	(0.20)	0.74	(0.17)	0.44	-	-	-	(0.45)	(0.45)	5.58
T8B†	Dec 2014	4.95	0.06	(0.17)	0.77	0.42	1.08	-	-	-	(0.40)	(0.40)	5.64
	Dec 2018	4.47	0.04	(0.19)	0.69	(0.19)	0.35	-	-	-	(0.36)	(0.36)	4.43
	Dec 2017	4.70	0.04	(0.17)	0.45	(0.20)	0.12	-	-	-	(0.38)	(0.38)	4.47
	Dec 2016	5.58	0.05	(0.18)	0.13	(0.43)	(0.43)	-	-	-	(0.46)	(0.46)	4.70
	Dec 2015	5.64	0.07	(0.20)	0.73	(0.17)	0.43	-	-	-	(0.45)	(0.45)	5.58
T8C†	Dec 2014	4.95	0.06	(0.16)	0.77	0.43	1.10	-	-	-	(0.40)	(0.40)	5.64

[†]Series closed to new purchases on December 4, 2009.

[‡]Series closed to new purchases on August 31, 2011.

*Series opened on September 1, 2011.

Explanatory Notes:

- This information is derived from the Fund's annual audited financial statements.
- Net assets and distributions are based on the actual number of securities outstanding at the relevant time. The increase/(decrease) from operations is based on the weighted average number of securities outstanding over the financial period. It is not intended that the Fund's net asset per security table act as a continuity of opening and closing net assets per security.
- Distributions were paid in cash and/or reinvested in additional securities of the Fund.

STONE GROWTH FUND

FINANCIAL HIGHLIGHTS (continued)

RATIOS AND SUPPLEMENTAL DATA

Series	As at	Total net asset value (\$000's) ¹	Number of securities outstanding ¹	Management expense ratio ("MER") (%) ²	MER before waivers or absorptions (%) ²	Trading expense ratio (%) ³	Portfolio turnover rate (%) ⁴	Net asset value per security (\$)
A	Dec 2018	3,792	306,386	3.75	3.77	0.08	19	12.38
	Dec 2017	3,895	337,016	3.26	3.28	0.20	29	11.56
	Dec 2016	5,790	519,790	3.16	3.16	0.20	47	11.14
	Dec 2015	6,470	523,769	3.23	3.23	0.18	38	12.35
	Dec 2014	5,898	528,884	3.13	3.14	0.21	27	11.15
B‡	Dec 2018	3,433	306,015	4.28	4.30	0.08	19	11.22
	Dec 2017	4,999	474,797	3.81	3.83	0.20	29	10.53
	Dec 2016	6,997	685,833	3.71	3.71	0.20	47	10.20
	Dec 2015	9,449	830,535	3.74	3.74	0.18	38	11.38
	Dec 2014	7,644	740,502	3.58	3.59	0.21	27	10.32
C‡	Dec 2018	n/a	n/a	n/a	n/a	n/a	n/a	n/a
	Dec 2017	n/a	n/a	n/a	n/a	n/a	n/a	n/a
	Dec 2016	n/a	n/a	n/a	n/a	n/a	n/a	n/a
	Dec 2015	n/a	n/a	n/a	n/a	n/a	n/a	n/a
	Dec 2014	322	29,069	3.56	3.57	0.21	27	11.06
F	Dec 2018	1,550	101,052	2.77	2.79	0.08	19	15.34
	Dec 2017	1,334	94,052	1.90	1.93	0.20	29	14.19
	Dec 2016	1,233	91,377	2.19	2.19	0.20	47	13.49
	Dec 2015	1,305	88,096	2.36	2.36	0.18	38	14.81
	Dec 2014	762	57,505	2.36	2.37	0.21	27	13.25
L*	Dec 2018	389	23,956	4.27	4.29	0.08	19	16.26
	Dec 2017	438	28,733	3.79	3.81	0.20	29	15.26
	Dec 2016	459	31,054	3.67	3.67	0.20	47	14.79
	Dec 2015	565	34,288	4.17	4.17	0.18	38	16.48
	Dec 2014	71	4,716	4.06	4.07	0.21	27	15.02
T8A	Dec 2018	1,667	356,524	3.70	3.72	0.08	19	4.68
	Dec 2017	2,041	434,132	3.21	3.24	0.20	29	4.70
	Dec 2016	4,125	838,842	3.17	3.17	0.20	47	4.92
	Dec 2015	2,422	403,275	3.22	3.22	0.18	38	6.01
	Dec 2014	1,917	327,583	3.12	3.13	0.21	27	5.85
T8B†	Dec 2018	1,821	411,904	4.18	4.20	0.08	19	4.42
	Dec 2017	2,137	478,642	3.75	3.78	0.20	29	4.46
	Dec 2016	3,115	663,267	3.60	3.60	0.20	47	4.70
	Dec 2015	6,937	1,204,035	3.65	3.65	0.18	38	5.76
	Dec 2014	8,074	1,431,657	3.51	3.52	0.21	27	5.64
T8C†	Dec 2018	405	91,343	4.12	4.14	0.08	19	4.43
	Dec 2017	458	102,435	3.66	3.69	0.20	29	4.47
	Dec 2016	524	111,490	3.55	3.55	0.20	47	4.70
	Dec 2015	710	123,210	3.61	3.61	0.18	38	5.76
	Dec 2014	778	137,866	3.51	3.52	0.21	27	5.64

†Series closed to new purchases on December 4, 2009

‡Series closed to new purchases on August 31, 2011.

*Series opened on September 1, 2011.

Explanatory Notes:

- This information is provided as at each period shown.
- Management expense ratio ("MER") for each series is based on total expenses (excluding distributions, commissions and other portfolio transaction costs), including the pro-rata share of expenses of any underlying Stone Funds, for the stated period and is expressed as an annualized percentage of daily average NAV during the period. The MER excluding performance fees for the period ending December 31, 2015 was 3.87% - Series L. The MER excluding performance fees for the period ending December 31, 2018 was 3.42% - Series A, 3.94% - Series B, 2.43% - Series F, 3.94% - Series L, 3.37% - Series T8A, 3.85% - Series T8B, 3.80% - Series T8c
- The trading expense ratio represents total commissions and other portfolio transaction costs, of the Fund and the pro-rata share of any underlying Stone Funds expressed as an annualized percentage of daily average net asset value during the period.
- 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 year. The higher a Fund's portfolio turnover 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 a Fund.

STONE GROWTH FUND

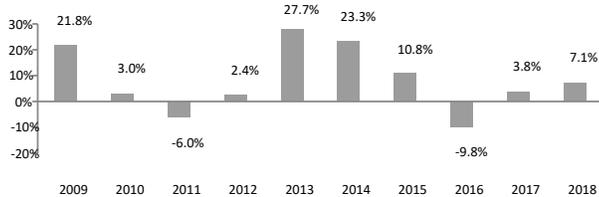
PAST PERFORMANCE

YEAR-BY-YEAR RETURNS

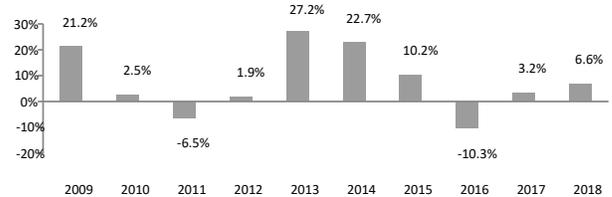
The performance information presented herein assumes all dividends of the Fund during the periods presented were reinvested in additional securities of the Fund. The performance information does not take into account sales, redemption, or other charges that would have reduced returns or performance. Past performance of the Fund is not necessarily indicative of how it will perform in the future.

The following charts present the Fund's performance for each of the periods shown and illustrate how the Fund's performance varied from year to year. The charts show, in percentage terms, 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.

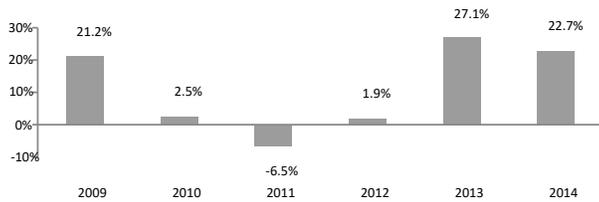
Series A



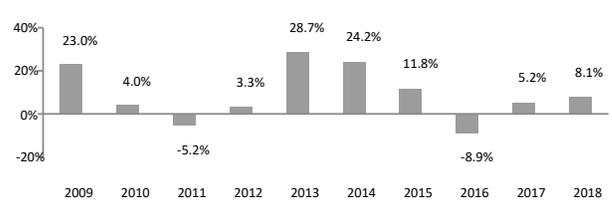
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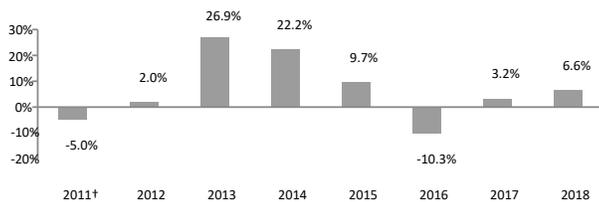
Series C†



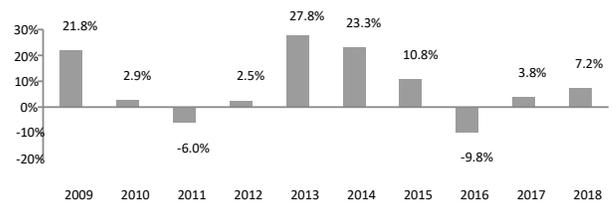
Series F



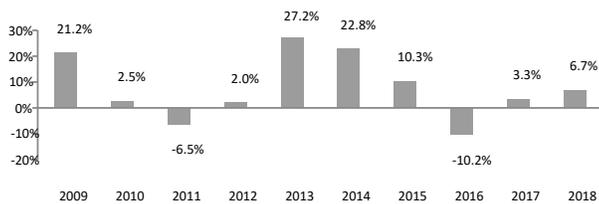
Series L



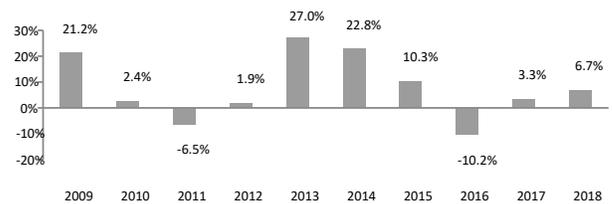
Series T8A



Series T8B



Series T8C



† From inception to December 31 of that year.

‡ Effective September 4, 2015, Series C units were redesignated as Series L. As this Series did not exist as of December 31, 2015, Year-by-Year returns for this Series are not presented for 2015 and onward.

STONE GROWTH FUND

PAST PERFORMANCE (continued)

ANNUAL COMPOUND RETURNS

The following table shows the annual compound returns for each series of the Fund compared to the blended benchmark consisting of an 50% weighting of the S&P/TSX Composite (Total Return) Index and 50% weighting of the S&P 500 (Total Return) Index, and is expressed in Canadian dollars. The Fund performance is net of management fees, administrative expenses ("MER") and portfolio transaction costs whereas the benchmark performance does not incorporate such costs.

The S&P/TSX Composite Index is a broad economic sector index comprising approximately 70% of the market capitalization for Canadian-based, Toronto Stock Exchange listed companies. The S&P 500 Index is a float-weighted index including 500 leading companies in leading industries on the U.S. economy, capturing 75% coverage of U.S. equities.

	1 YEAR (%)	3 YEARS (%)	5 YEARS (%)	10 YEAR (%)	SINCE INCEPTION (%)	INCEPTION DATE
Series A	7.1	0.1	6.5	7.7	n/a	1995/10/31
Benchmark	(2.3)	8.5	7.0	9.8	n/a	1995/10/31
Series B	6.6	(0.5)	5.9	7.2	n/a	1995/10/31
Benchmark	(2.3)	8.5	7.0	9.8	n/a	1995/10/31
Series F	8.1	1.2	7.5	8.8	n/a	2001/09/30
Benchmark	(2.3)	8.5	7.0	9.8	n/a	2001/09/30
Series L	6.6	(0.5)	5.7	n/a	6.9	2011/09/01
Benchmark	(2.3)	8.5	7.0	n/a	7.4	2011/09/01
Series T8A	7.2	0.1	6.5	7.8	n/a	2007/09/01
Benchmark	(2.3)	8.5	7.0	9.8	n/a	2007/09/01
Series T8B	6.7	(0.4)	6.0	7.3	n/a	2007/09/01
Benchmark	(2.3)	8.5	7.0	9.8	n/a	2007/09/01
Series T8C	6.7	(0.3)	6.1	7.3	n/a	2007/09/01
Benchmark	(2.3)	8.5	7.0	9.8	n/a	2007/09/01

A discussion of the Fund as compared to the Benchmark is found in "Results of Operations".

STONE GROWTH FUND

SUMMARY OF INVESTMENT PORTFOLIO

AS AT DECEMBER 31, 2018

TOP 25 HOLDINGS		PORTFOLIO COMPOSITION	
Name of Security	% of Total Net Asset Value	Sector Allocation (%)†	
Cash & cash equivalents	15.3	Communications	6.6
Stone Global Growth Fund, Class 'A'	12.4	Consumer Discretionary	7.9
UnitedHealth Group Inc.	8.1	Consumer Staples	4.4
Microsoft Corp.	6.8	Financials	20.2
Amazon.com Inc.	6.3	Health Care	15.0
Alphabet Inc., Class 'C'	5.4	Industrials	4.0
Visa Inc., Class 'A'	5.0	Technology	17.7
MasterCard Inc., Class 'A'	3.2	Utilities	3.2
AES Corp.	3.2	Miscellaneous‡	5.0
Drone Delivery Canada Corp.	3.1	Other net assets (liabilities)	0.7
JPMorgan Chase & Co.	3.1	Cash & cash equivalents	15.3
Bank of America Corp.	3.0		
Accenture PLC, Class 'A'	2.9	Industry Allocation (%)†	
Costco Wholesale Corp.	2.4	Asset Management	3.2
Kinaxis Inc.	2.2	Banking	6.3
Palo Alto Networks Inc.	1.7	Biotech & Pharma	3.2
Boston Scientific Corp.	1.6	Chemicals	1.0
Amgen Inc.	1.6	Consumer Products	1.7
SS&C Technologies Holdings Inc.	1.5	Health Care Facilities & Svcs	8.4
Enerplus Corp.	1.5	Insurance	1.5
Jamieson Wellness Inc.	1.5	Media	6.6
KKR & Co. Inc.	1.4	Medical Equipment & Devices	3.3
Husky Energy Inc.	1.3	Metals & Mining	1.1
Prudential Financial Inc.	1.3	Oil, Gas & Coal	2.8
Panton Equity Partners L.P., Class	1.3	Retail - Consumer Staples	2.7
	<u>1.3</u>	Retail - Discretionary	6.9
	97.1	Software	14.0
		Specialty Finance	9.3
		Technology Services	3.6
		Transportation & Logistics	3.1
		Utilities	3.2
		Miscellaneous‡	2.1
		Other net assets (liabilities)	0.7
		Cash & cash equivalents	15.3

This summary of investment portfolio may change due to the ongoing portfolio transactions of the Fund. Quarterly updates of the Fund's investment portfolio are available from the Manager at www.stoneco.com.

Prospectus and other information about the underlying Funds are available on the internet at www.sedar.com.

†Note: The Manager has done a look-through on Sector, Industry and Asset allocations for the Stone Funds that are held in the portfolio as underlying investment Funds.

‡Note: Sectors and Industries representing less than 3% and 1% respectively of the portfolio are included in "Miscellaneous".

NOTES

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STONE GROWTH FUND

2018 Annual Management Report of Fund Performance

For the period ended December 31, 2018

CAUTION REGARDING FORWARD-LOOKING STATEMENTS

This document may contain forward-looking statements relating to anticipated future events, results, circumstances, performance or expectations that are not historical facts but instead represent our beliefs regarding future events. By their nature, forward-looking statements require us to make assumptions and are subject to inherent risks and uncertainties. There is significant risk that predictions and other forward-looking statements will not prove to be accurate. We caution readers of this document not to place undue reliance on our forward-looking statements as a number of factors could cause actual future results, conditions, actions or events to differ materially from the targets, expectations, estimates or intentions expressed or implied in the forward-looking statements. Actual results may differ materially from management expectations as projected in such forward-looking statements for a variety of reasons, including but not limited to: market and general economic conditions, interest rates, regulatory and statutory developments, the effects of competition in the geographic and business areas in which the Fund may invest and the risks detailed from time to time in the Fund's simplified prospectus. We caution that the foregoing list of factors is not exhaustive and that when relying on forward-looking statements to make decisions with respect to investing in the Fund, investors and others should carefully consider these factors, as well as other uncertainties and potential events, and the inherent uncertainty of forward-looking statements. Due to the potential impact of these factors, the Fund does not undertake, and specifically disclaims, any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, unless required by applicable law.



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