



Interim Financial Statements

EMPIRE LIFE MUTUAL FUNDS[®]

June 30, 2017

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Management's Responsibility for Financial Reporting

August 17, 2017

The accompanying financial statements of the Funds (as defined in Note 1) have been prepared by Empire Life Investments Inc. ("ELII" or the "Manager"). The Manager of the Funds is responsible for the information and representations contained in these financial statements.

The Manager maintains appropriate processes to ensure that relevant and reliable financial information is produced. The financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") and include certain amounts that are based on estimates and judgments. The significant accounting policies which management believes are appropriate for the Funds are described in Note 2 to the financial statements.

The Board of Directors of Empire Life Investments Inc. is responsible for reviewing and approving the financial statements and reviewing management's report of its financial reporting responsibilities.



Mark Sylvia

President, Chief Executive Officer and Chair
Empire Life Investments Inc.



Glenda Kaye

Chief Financial Officer
Empire Life Investments Inc.

Empire Life Emblem Diversified Income Portfolio

Interim Statements of Financial Position (unaudited)

As at	June 30, 2017	December 31, 2016
Assets		
Current assets		
Investments at fair value (Note 3)	\$ 46,015,263	\$ 41,779,268
Unrealized gain on forward foreign currency contracts (Note 3)	—	—
Purchased options (Note 3)	—	—
Cash	—	892,047
Margin account asset	—	—
Receivable for units issued	309,120	382,083
Receivable for investments sold	125,865	252,614
Interest and dividends receivable	195,035	225,026
Other receivable	857	—
Total Assets	46,646,140	43,531,038
Liabilities		
Current liabilities		
Unrealized loss on forward foreign currency contracts (Note 3)	—	—
Written options liability (Note 3)	—	—
Bank overdraft	349,532	—
Margin account liability	—	—
Accrued management fees	134,744	61,427
Accrued expenses	10,663	4,526
Payable for units redeemed	24,528	11,786
Payable for investments purchased	31,617	152,581
Payable for distributions	7,490	7,749
Total Liabilities (excluding Net Assets Attributable to Holders of Redeemable Units)	558,574	238,069
Net Assets Attributable to Holders of Redeemable Units	\$ 46,087,566	\$ 43,292,969

As at	Number of Units Outstanding (Note 7)		Net Assets Attributable to Holders of Redeemable Units per Unit		Net Assets Attributable to Holders of Redeemable Units	
	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016
Series A	565,459	692,032	\$ 9.84	\$ 9.84	\$ 5,564,911	\$ 6,809,653
Series F	203,399	108,298	\$ 10.12	\$ 10.08	\$ 2,059,358	\$ 1,091,569
Series T6	118,049	122,509	\$ 8.99	\$ 9.08	\$ 1,061,541	\$ 1,112,653
Series I	3,570,671	3,304,522	\$ 10.47	\$ 10.37	\$ 37,401,756	\$ 34,279,094
Total					\$ 46,087,566	\$ 43,292,969



Mark Sylvia

President, Chief Executive Officer and Chair
Empire Life Investments Inc.



Scott Ewert

Director
Empire Life Investments Inc.

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Diversified Income Portfolio

Interim Statements of Comprehensive Income (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Income		
Net gain (loss) on investments and derivatives		
Interest for distribution purposes	\$ 494,214	\$ 382,771
Dividends	153,069	102,190
Net realized gain (loss) on investments	89,785	(11,268)
Change in unrealized appreciation (depreciation) on investments	581,085	560,760
Total net gain (loss) on investments	1,318,153	1,034,453
Net realized gain (loss) on derivatives	(419)	136
Change in unrealized appreciation (depreciation) on derivatives	—	43
Total net gain (loss) on derivatives	(419)	179
Total net gain (loss) on investments and derivatives	1,317,734	1,034,632
Other income		
Foreign currency gain (loss) on cash and other net assets	(1,055)	(5,552)
Other income	79	—
Total Income	1,316,758	1,029,080
Expenses		
Management fee (Note 5)	72,445	69,192
Securityholder reporting costs	2,565	954
Administrative fees	38,681	31,620
Custodian fees	18,765	3,645
Audit fees	14,268	10,887
Legal fees	6,676	3,062
Interest and borrowing costs	585	2
Independent Review Committee fees	3,372	2,153
Foreign withholding tax	7,674	6,421
Transaction costs	7,176	8,462
Total Expenses before Manager Absorption	172,207	136,398
Less: Expenses Absorbed by Manager	78,275	46,931
Total Expenses after Manager Absorption (Note 5)	93,932	89,467
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	\$ 1,222,826	\$ 939,613

For the six months ended	Weighted Average Number of Units Outstanding		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Unit		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Series	
	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016
Series A	638,634	637,359	\$ 0.22	\$ 0.19	\$ 139,455	\$ 120,062
Series F	151,147	93,359	\$ 0.20	\$ 0.24	\$ 29,620	\$ 22,372
Series T6	121,616	112,654	\$ 0.18	\$ 0.19	\$ 22,480	\$ 21,020
Series I	3,395,345	2,409,971	\$ 0.30	\$ 0.32	\$ 1,031,271	\$ 776,159
Total					\$ 1,222,826	\$ 939,613

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Diversified Income Portfolio

Interim Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

For the six months ended June 30, 2017	Series A	Series F	Series T6	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 6,809,653	\$ 1,091,569	\$ 1,112,653	\$ 34,279,094	\$ 43,292,969
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	139,455	29,620	22,480	1,031,271	1,222,826
Redeemable Unit Transactions					
Proceeds from redeemable units issued	486,968	1,029,157	2,449	4,353,316	5,871,890
Reinvestments of distributions to holders of redeemable units	115,474	25,688	5,692	708,582	855,436
Redemption of redeemable units	(1,863,316)	(84,463)	(48,709)	(2,261,925)	(4,258,413)
Net Increase (Decrease) from Redeemable Unit Transactions	(1,260,874)	970,382	(40,568)	2,799,973	2,468,913
Distributions to Holders of Redeemable Units					
Net investment income	(88,233)	(22,982)	—	(518,471)	(629,686)
Capital gains	—	—	—	—	—
Return of capital	(35,090)	(9,231)	(33,024)	(190,111)	(267,456)
Total Distributions to Holders of Redeemable Units	(123,323)	(32,213)	(33,024)	(708,582)	(897,142)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	(1,244,742)	967,789	(51,112)	3,122,662	2,794,597
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 5,564,911	\$ 2,059,358	\$ 1,061,541	\$ 37,401,756	\$ 46,087,566
For the six months ended June 30, 2016	Series A	Series F	Series T6	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 6,274,917	\$ 891,068	\$ 995,916	\$ 21,420,775	\$ 29,582,676
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	120,062	22,372	21,020	776,159	939,613
Redeemable Unit Transactions					
Proceeds from redeemable units issued	941,929	469,252	109,256	8,010,273	9,530,710
Reinvestments of distributions to holders of redeemable units	121,899	14,029	6,477	511,076	653,481
Redemption of redeemable units	(924,394)	(331,011)	(12,766)	(804,170)	(2,072,341)
Net Increase (Decrease) from Redeemable Unit Transactions	139,434	152,270	102,967	7,717,179	8,111,850
Distributions to Holders of Redeemable Units					
Net investment income	(128,088)	(19,241)	—	(510,730)	(658,059)
Capital gains	—	—	—	—	—
Return of capital	—	—	(32,044)	—	(32,044)
Total Distributions to Holders of Redeemable Units	(128,088)	(19,241)	(32,044)	(510,730)	(690,103)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	131,408	155,401	91,943	7,982,608	8,361,360
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 6,406,325	\$ 1,046,469	\$ 1,087,859	\$ 29,403,383	\$ 37,944,036

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Diversified Income Portfolio

Interim Statements of Cash Flows (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Cash Flow from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 1,222,826	\$ 939,613
Adjustments for:		
Foreign currency (gain) loss on cash	1,282	22,926
Net realized (gain) loss on investments	(89,785)	11,268
Net realized (gain) loss on derivatives	419	(136)
Change in unrealized (appreciation) depreciation on investments	(581,085)	(560,760)
Change in unrealized (appreciation) depreciation on derivatives	—	(43)
(Increase) decrease in interest and dividends receivable	29,991	(10,075)
(Increase) decrease in accrued interest for short-term investments	(38)	—
(Increase) decrease in other receivables	(857)	(6,512)
Increase (decrease) in accrued liabilities	79,454	21
Purchase of investments	(329,641,689)	(36,778,667)
Proceeds from sales of investments	326,082,387	31,180,775
Proceeds from (to) settlement of derivatives	(419)	191
Net Cash Generated (Used) by Operating Activities	\$ (2,897,514)	\$ (5,201,399)
Cash Flow from Financing Activities		
Distributions to holders of redeemable units, net of reinvested distributions	\$ (41,730)	\$ (37,250)
Proceeds from redeemable units issued	5,944,618	9,453,382
Amount paid on redemption of redeemable units	(4,245,671)	(2,150,527)
Net Cash Generated (Used) by Financing Activities	\$ 1,657,217	\$ 7,265,605
Foreign currency gain (loss) on cash	\$ (1,282)	\$ (22,926)
Net increase (decrease) in cash	(1,240,297)	2,064,206
Cash (overdraft) beginning of period	892,047	1,207,845
Cash (Overdraft) End of Period	\$ (349,532)	\$ 3,249,125
Items Classified as Operating Activities		
Interest received, net of withholding tax	\$ 526,519	\$ 379,869
Dividends received, net of withholding tax	\$ 143,031	\$ 88,596

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Diversified Income Portfolio

Interim Schedule of Investment Portfolio (unaudited)

As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Equities (24.7%)				Energy (3.4%) (continued)			
Consumer Discretionary (1.6%)				417	Parkland Fuel Corporation Restricted Shares	11,551	12,389
64	Charter Communications Inc.	20,596	27,998	5,995	Peyto Exploration & Development Corporation	181,940	141,002
1,371	Cineplex Inc.	67,367	72,471	79	Pioneer Natural Resources Company	17,831	16,372
1,421	Comcast Corporation 'A'	60,541	71,825	7,339	PrairieSky Royalty Limited	192,882	216,721
2,550	Gildan Activewear Inc.	95,488	101,618	752	Royal Dutch Shell PLC 'A' ADR	24,498	25,816
309	Las Vegas Sands Corporation	22,309	25,639	1,267	Statoil ASA	28,912	27,186
658	Lowe's Companies Inc.	71,947	66,253	5,771	Suncor Energy Inc.	217,390	218,663
610	Newell Brands Inc.	39,849	42,478			1,686,976	1,571,966
157	Nitori Holdings Company Limited	31,363	27,293	Financials (6.6%)			
306	ProSiebenSat.1 Media AG	16,956	16,607	755	Admiral Group PLC	23,380	25,511
5,054	Samsonite International SA	22,816	27,410	70	American Express Company	6,783	7,658
5,012	Shaw Communications Inc. 'B'	132,162	141,788	2,712	Bank of Montreal	219,467	258,237
132	Shimano Inc.	25,561	27,127	3,000	Bank of Montreal Preferred 4.500%	75,000	77,250
578	Sony Corporation	23,659	28,634	5,236	Bank of Nova Scotia	348,102	408,459
107	Starbucks Corporation	7,858	8,103	466	BB&T Corporation	26,494	27,482
15	The Priceline Group Inc.	27,473	36,439	49	BlackRock Inc.	23,123	26,881
216	The Walt Disney Company	31,456	29,805	4,588	Brookfield Asset Management Inc. 'A'	198,938	233,483
		697,401	751,488	239	Canadian Imperial Bank of Commerce	23,879	25,188
Consumer Staples (2.3%)				340	Chubb Limited	60,469	64,194
3,354	Alimentation Couche-Tard Inc. 'B'	184,591	208,484	1,015	CI Financial Corporation	27,237	28,055
508	Associated British Foods PLC	22,771	25,160	285	CME Group Inc.	39,603	46,355
307	British American Tobacco PLC	24,043	27,106	598	Danske Bank AS	25,435	29,832
135	Constellation Brands Inc. 'A'	27,857	33,966	4,056	Great-West Lifeco Inc.	139,056	142,568
220	Costco Wholesale Corporation	47,289	45,694	225	HDFC Bank Limited ADR	20,787	25,413
358	CVS Health Corporation	38,813	37,409	1,645	Intact Financial Corporation	146,866	161,144
226	Heineken NV	26,331	28,498	7,615	Intesa Sanpaolo SpA	28,381	31,312
561	Japan Tobacco Inc.	29,171	25,593	379	JPMorgan Chase & Company	34,881	44,988
1,666	Loblaw Companies Limited	111,982	120,185	347	KBC Group NV	28,442	34,134
2,520	Metro Inc.	99,128	107,554	235	Macquarie Group Limited	19,074	20,718
1,148	Molson Coors Brewing Company	144,258	128,725	2,406	Manulife Financial Corporation	49,342	58,490
387	PepsiCo Inc.	52,984	58,045	532	Marsh & McLennan Companies Inc.	45,561	53,863
187	Philip Morris International Inc.	23,528	28,524	1,801	Power Financial Corporation	57,977	59,919
212	Reckitt Benckiser Group PLC	27,024	27,838	1,043	Prudential PLC	30,320	30,984
2,523	Saputo Inc.	93,757	104,074	4,058	Royal Bank of Canada	311,893	382,100
528	Seven & i Holdings Company Limited	28,387	28,244	169	S&P Global Inc.	24,992	32,042
422	The Procter & Gamble Company	47,093	47,763	469	Sampo Oyj 'A'	29,365	31,171
		1,029,007	1,082,862	547	Sumitomo Mitsui Financial Group Inc.	28,226	27,686
Energy (3.4%)				2,307	Sun Life Financial Inc.	97,344	106,953
1,749	ARC Resources Limited	38,198	29,663	229	Swiss Re AG	27,397	27,220
4,108	Canadian Natural Resources Limited	149,148	153,721	325	The PNC Financial Services Group Inc.	52,134	52,705
12,042	Cenovus Energy Inc.	207,288	115,122	5,850	Toronto-Dominion Bank	326,438	382,298
226	Chevron Corporation	31,186	30,622	26	Trisura Group Limited	552	564
3,919	Enbridge Inc.	198,604	202,456	1,746	Wells Fargo & Company	121,577	125,644
750	Enerflex Limited	10,154	14,115			2,718,515	3,090,501
7,587	Ensign Energy Services Inc.	56,236	52,578	Health Care (1.4%)			
393	Exxon Mobil Corporation	44,817	41,204	148	Anthem Inc.	37,552	36,160
211	Halliburton Company	15,376	11,704	542	Baxter International Inc.	31,860	42,614
3,509	Inter Pipeline Limited	90,269	89,129	175	Becton, Dickinson and Company	37,710	44,343
2,899	Keyera Corporation	112,996	118,337	426	Cardinal Health Inc.	41,635	43,109
293	Occidental Petroleum Corporation	25,021	22,782	64	Celgene Corporation	10,163	10,794
1,090	Parkland Fuel Corporation	32,679	32,384				

Empire Life Emblem Diversified Income Portfolio

Interim Schedule of Investment Portfolio (unaudited) continued
As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Health Care (1.4%) (continued)				Information Technology (2.4%) (continued)			
206	CSL Limited	22,199	28,325	909	Microsoft Corporation	66,497	81,373
184	Essilor International SA	30,734	30,362	1,199	Oracle Corporation	62,104	78,075
144	Gilead Sciences Inc.	13,225	13,237	206	Skyworks Solutions Inc.	27,072	25,670
452	Johnson & Johnson	63,365	77,656	548	Tencent Holdings Limited	18,170	25,454
447	Merck & Company Inc.	37,560	37,205	692	Visa Inc. 'A'	71,106	84,280
1,104	Novo Nordisk AS 'B'	57,988	61,320			910,877	1,097,294
69	Orpea	10,221	9,973	Materials (1.3%)			
121	Thermo Fisher Scientific Inc.	24,760	27,417	1,606	Agrium Inc.	198,720	188,753
1,061	Zimmer Biomet Holdings Inc.	149,925	176,925	1,724	Amcork Limited	25,181	27,839
		568,897	639,440	1,433	Antofagasta PLC	17,641	19,327
Industrials (3.0%)				2,878	Chemtrade Logistics Income Fund	51,385	52,351
69	3M Company	18,799	18,656	289	El du Pont de Nemours & Company	26,791	30,292
190	Allegion PLC	17,027	20,017	331	Franco-Nevada Corporation	25,547	30,972
874	Ashtead Group PLC	24,167	23,428	354	Fuchs Petrolub SE Preferred	21,409	24,999
956	Assa Abloy AB 'B'	24,756	27,247	8	Givaudan SA	21,345	20,809
376	Brenntag AG	25,756	28,226	1,817	Potash Corporation of Saskatchewan Inc.	42,644	38,430
2,420	Canadian National Railway Company	188,487	254,633	317	Praxair Inc.	47,218	54,569
479	Canadian Pacific Railway Limited	91,607	99,943	2,197	Stella-Jones Inc.	96,995	97,239
129	Central Japan Railway Company	29,380	27,301			574,876	585,580
591	Deutsche Post AG	25,675	28,731	Real Estate (0.5%)			
157	General Dynamics Corporation	39,711	40,392	1,213	Allied Properties Real Estate Investment Trust	41,211	47,210
296	Ingersoll-Rand PLC	27,924	35,132	2,203	British Land Company PLC	27,834	22,502
532	Japan Airlines Company Limited	22,953	21,362	1,297	Brookfield Property Partners Limited Partnership	35,533	39,792
4,019	JELD-WEN Holding Inc.	167,748	169,424	669	Smart Real Estate Investment Trust	21,929	21,488
391	Kone Oyj 'B'	23,346	25,796	2,017	STORE Capital Corporation	61,351	58,807
3,199	MacDonald Dettwiler & Associates Limited	220,436	215,869	1,070	WPT Industrial Real Estate Investment Trust	16,639	18,093
200	Ryanair Holdings PLC ADR	22,194	27,951			204,497	207,892
226	Safran SA	23,325	26,861	Telecommunication Services (1.4%)			
126	The Boeing Company	32,309	32,359	2,449	BCE Inc.	139,820	143,022
3,193	Toromont Industries Limited	107,193	152,434	534	Elisa Oyj	24,033	26,838
1,960	Transurban Group	22,187	23,137	4,252	Rogers Communications Inc. 'B'	204,423	260,435
193	United Technologies Corporation	26,367	30,607	216	SoftBank Group Corporation	20,214	22,712
142	Verisk Analytics Inc. 'A'	15,650	15,559	868	Verizon Communications Inc.	57,473	50,344
364	Waste Connections Inc.	23,428	30,405	32,824	Vodafone Group PLC	115,531	120,573
330	Waste Connections Inc. USD	21,167	27,609			561,494	623,924
		1,241,592	1,403,079	Utilities (0.8%)			
Information Technology (2.4%)				2,012	ATCO Limited 'I'	82,679	102,029
12	Alphabet Inc. 'A'	12,064	14,489	535	Brookfield Infrastructure Partners Limited Partnership	20,672	28,376
43	Alphabet Inc. 'C'	40,533	50,747	568	Brookfield Renewable Energy Partners Limited Partnership	20,847	23,487
319	Amadeus IT Group SA	20,491	24,736	6,210	Hydro One Limited	143,988	144,258
441	Apple Inc.	71,021	82,484	1,475	National Grid PLC	26,338	23,683
148	ASML Holding NV	21,596	25,013	901	Red Electrica Corporacion SA	24,630	24,416
184	Cap Gemini SA	23,199	24,660			319,154	346,249
2,984	CGI Group Inc. 'A'	164,605	197,720	Total Equities			
173	Constellation Software Inc.	84,082	117,365			10,513,286	11,400,275
830	FLIR Systems Inc.	37,466	37,361				
822	Infineon Technologies AG	23,899	22,507				
51	Keyence Corporation	22,267	29,085				
284	Lam Research Corporation	36,497	52,164				
497	MasterCard Inc. 'A'	64,330	78,390				
1,179	Micron Technology Inc.	43,878	45,721				

Empire Life Emblem Diversified Income Portfolio

Interim Schedule of Investment Portfolio (unaudited) continued

As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Bonds (68.3%)				Canadian Corporate Bonds (36.8%) (continued)			
Canadian Corporate Bonds (36.8%)							
275,000	407 International Inc. 2.430% May 4, 2027	276,139	272,298	130,000	Magna International Inc. 3.100% Dec 15, 2022	131,491	134,235
230,000	407 International Inc. 3.600% May 21, 2047	234,570	238,776	300,000	Manitoba Telecom Services Inc. 4.000% May 27, 2024	318,215	321,154
325,000	Alectra Inc. 2.488% May 17, 2027	325,227	320,235	120,000	Manufacturers Life Insurance Company 3.938% Sep 21, 2022	126,138	120,692
600,000	Bank of Montreal 1.610% Oct 28, 2021	599,970	589,141	200,000	Manulife Bank of Canada 2.082% May 26, 2022	200,226	197,664
190,000	Bank of Nova Scotia 1.830% Apr 27, 2022	189,928	187,109	50,000	Manulife Financial Capital Trust II Floating Rate 7.405% Dec 31, 2108	60,535	56,090
255,000	Bank of Nova Scotia 2.290% Jun 28, 2024	254,985	252,723	350,000	Metro Inc. 3.200% Dec 1, 2021	362,152	362,423
300,000	Bell Canada Inc. 3.540% Jun 12, 2020	319,141	313,060	110,000	Metro Inc. 5.970% Oct 15, 2035	124,489	136,560
300,000	Bell Canada Inc. 2.700% Feb 27, 2024	299,658	300,074	250,000	National Bank of Canada 2.794% Aug 9, 2018	258,752	253,680
200,000	Caisse Centrale Desjardins 2.091% Jan 17, 2022	200,000	199,751	250,000	National Bank of Canada 2.404% Oct 28, 2019	254,370	253,927
340,000	Canadian Imperial Bank of Commerce Capital Trust 9.976% Jun 30, 2108	430,165	388,980	300,000	National Bank of Canada 1.957% Jun 30, 2022	300,000	297,016
250,000	Canadian National Railway Company 2.750% Feb 18, 2021	261,543	257,747	175,000	Parkland Fuel Corporation 5.500% May 28, 2021	176,063	180,797
280,000	Canadian National Railway Company 2.800% Sep 22, 2025	281,935	287,975	175,000	Parkland Fuel Corporation 5.625% May 9, 2025	175,000	176,786
300,000	Canadian National Railway Company 3.950% Sep 22, 2045	302,029	331,293	50,000	Power Corporation of Canada 7.570% Apr 22, 2019	60,085	54,788
255,000	Canadian Natural Resources Limited 2.050% Jun 1, 2020	255,079	252,874	30,000	Reliance Limited Partnership 4.075% Aug 2, 2021	29,979	31,040
140,000	Canadian Real Estate Investment Trust 2.951% Jan 18, 2023	139,996	138,657	145,000	RioCan Real Estate Investment Trust 3.620% Jun 1, 2020	152,910	150,651
225,000	Capital Desjardins Inc. 5.187% May 5, 2020	251,779	244,475	175,000	River Cree Enterprises Limited Partnership 11.000% Jan 20, 2021	177,438	183,342
295,000	Central 1 Credit Union 1.870% Mar 16, 2020	294,923	293,575	300,000	Royal Bank of Canada 1.650% Jul 15, 2021	299,913	295,709
375,000	Choice Properties Real Estate Investment Trust 3.554% Jul 5, 2018	391,473	382,075	270,000	Royal Bank of Canada Floating Rate 3.310% Jan 20, 2026	269,803	277,902
180,000	CI Financial Corporation 2.775% Nov 25, 2021	180,000	181,440	195,000	Saputo Inc. 1.939% Jun 13, 2022	195,000	191,670
300,000	CT Real Estate Investment Trust 2.159% Jun 1, 2021	299,395	296,665	275,000	Saputo Inc. 2.827% Nov 21, 2023	275,000	278,529
200,000	Dollarama Inc. 3.095% Nov 5, 2018	205,952	203,635	380,000	Scotiabank Capital Trust Floating Rate 5.650% Dec 31, 2056	465,990	464,647
130,000	Enercare Solutions Inc. 3.380% Feb 21, 2022	129,977	131,229	400,000	Shoppers Drug Mart Corporation 2.360% May 24, 2018	403,948	402,883
275,000	Ford Credit Canada Limited 3.700% Aug 2, 2018	286,210	280,493	300,000	Sobeys Inc. 3.520% Aug 8, 2018	311,250	305,092
80,000	Gaz Metro Inc. 3.530% May 16, 2047	79,912	82,227	175,000	Superior Plus Limited Partnership 5.250% Feb 27, 2024	176,226	179,813
150,000	GE Capital Canada Funding Company 4.600% Jan 26, 2022	173,022	166,196	250,000	TD Capital Trust III Floating Rate 7.243% Dec 31, 2049	275,892	269,760
275,000	General Motors Financial of Canada Limited 2.600% Jun 1, 2022	274,973	270,644	50,000	TD Capital Trust IV Floating Rate 6.631% Jun 30, 2108	60,070	57,363
155,000	GLF Environmental Inc. 5.625% May 1, 2022	212,466	206,834	300,000	Thomson Reuters Corporation 3.369% May 23, 2019	312,032	308,233
175,000	Golf Town Canada/Golfsmith International Holdings Inc. 10.500% Jul 24, 2018	51,197	44,406	185,000	Toronto-Dominion Bank 4.859% Mar 4, 2031	197,538	208,222
300,000	Great Canadian Gaming Corporation 6.625% Jul 25, 2022	313,318	311,800	220,000	Toronto-Dominion Bank Floating Rate 2.982% Sep 30, 2025	220,000	224,402
250,000	Hydro One Inc. 1.840% Feb 24, 2021	250,968	249,901	250,000	Transcanada Trust Floating Rate 4.650% May 18, 2077	250,000	251,409
160,000	Hydro One Inc. 3.720% Nov 18, 2047	160,112	168,164	250,000	Videotron Limited 5.625% Jun 15, 2025	252,774	270,833
190,000	IGM Financial Inc. 3.440% Jan 26, 2027	189,873	193,779	150,000	Wajax Corporation 6.125% Oct 23, 2020	151,239	154,969
325,000	Intact Financial Corporation 2.850% Jun 7, 2027	324,945	318,524			17,043,216	16,975,650
175,000	Iron Mountain Canada Operations ULC 5.375% Sep 15, 2023	175,400	182,656	Government Bonds (13.5%)			
225,000	Laurentian Bank of Canada 2.810% Jun 13, 2019	228,196	228,188	575,000	Canada Housing Trust 2.350% Dec 15, 2018	589,067	584,858
125,000	Laurentian Bank of Canada Floating Rate 3.132% Oct 19, 2022	127,939	125,469	1,115,000	Canada Housing Trust 1.250% Dec 15, 2020	1,112,420	1,104,530
435,000	Leisureworld Senior Care Limited Partnership 3.474% Feb 3, 2021	460,043	453,751	115,000	Government of Canada 1.750% Mar 1, 2019	116,564	116,291
190,000	Loblaw Companies Limited 3.748% Mar 12, 2019	201,848	196,267	1,355,000	Government of Canada 0.750% May 1, 2019	1,356,099	1,346,680
340,000	Loblaw Companies Limited 4.860% Sep 12, 2023	384,412	380,283				

Empire Life Emblem Diversified Income Portfolio

Interim Schedule of Investment Portfolio (unaudited) continued

As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Government Bonds (13.5%) (continued)				Short-term Investments (6.8%)			
330,000	Government of Canada 1.750% Sep 1, 2019	337,547	334,374	Term Deposit Receipts (6.8%)			
310,000	Government of Canada 0.750% Sep 1, 2020	308,269	305,484	3,122,000	Royal Bank of Canada 0.450% Jul 4, 2017	3,122,000	3,122,038
325,000	Government of Canada 0.750% Sep 1, 2021	322,745	317,337			3,122,000	3,122,038
495,000	Government of Canada 0.500% Mar 1, 2022	483,244	475,497	Total Short-term Investments			
125,000	Government of Canada 2.750% Jun 1, 2022	134,125	132,973			3,122,000	3,122,038
130,000	Government of Canada 2.500% Jun 1, 2024	139,689	138,001	Total Investment Portfolio Including Transaction Costs (99.8%)			
740,000	Government of Canada 1.000% Jun 1, 2027	701,570	689,683				
595,000	Government of Canada 2.750% Dec 1, 2048	662,910	679,299	Transaction costs			
						(9,380)	—
		6,264,249	6,225,007	Total Investments			
						45,167,152	46,015,263
Provincial Bonds (13.8%)							
260,000	Newfoundland & Labrador Hydro 3.600% Dec 1, 2045	250,727	273,663				
200,000	Province of Alberta 3.050% Dec 1, 2048	199,960	199,888				
310,000	Province of British Columbia 2.550% Jun 18, 2027	309,216	313,894				
150,000	Province of British Columbia 2.800% Jun 18, 2048	148,841	147,330				
310,000	Province of Manitoba 3.400% Sep 5, 2048	307,793	330,666				
290,000	Province of New Brunswick 2.350% Aug 14, 2027	289,919	283,825				
420,000	Province of New Brunswick 3.100% Aug 14, 2048	413,205	418,358				
340,000	Province of Newfoundland and Labrador 3.700% Oct 17, 2048	339,735	370,328				
220,000	Province of Ontario 2.850% Jun 2, 2023	229,634	229,598				
580,000	Province of Ontario 2.400% Jun 2, 2026	590,301	580,509				
850,000	Province of Ontario 2.900% Dec 2, 2046	817,011	840,055				
1,000,000	Province of Ontario 2.800% Jun 2, 2048	1,001,274	972,782				
290,000	Province of Quebec 3.500% Dec 1, 2022	315,528	312,670				
280,000	Province of Quebec 2.500% Sep 1, 2026	289,055	282,757				
450,000	Province of Quebec 3.500% Dec 1, 2045	476,061	497,380				
120,000	Province of Quebec 3.500% Dec 1, 2048	128,578	134,203				
150,000	Province of Saskatchewan 3.300% Jun 02, 2048	149,591	158,833				
		6,256,429	6,346,739				
U.S. Corporate Bonds (4.2%)							
325,000	Anheuser-Busch InBev Finance Inc. 2.600% May 15, 2024	324,919	321,992				
250,000	Anheuser-Busch InBev Finance Inc. 4.320% May 15, 2047	250,000	259,980				
290,000	Great-West Lifeco Finance Delaware Limited Partnership II Floating Rate 7.127% Jun 26, 2068	330,967	305,107				
250,000	Molson Coors International Limited Partnership 2.840% Jul 15, 2023	251,177	249,421				
470,000	PepsiCo Inc. 2.150% May 6, 2024	470,947	464,003				
350,000	United Parcel Service Inc. 2.125% May 21, 2024	349,342	345,051				
		1,977,352	1,945,554				
Total Bonds		31,541,246	31,492,950				

Empire Life Emblem Conservative Portfolio

Interim Statements of Financial Position (unaudited)

As at	June 30, 2017	December 31, 2016
Assets		
Current assets		
Investments at fair value (Note 3)	\$ 131,001,195	\$ 120,422,333
Unrealized gain on forward foreign currency contracts (Note 3)	—	—
Purchased options (Note 3)	—	—
Cash	—	538,927
Margin account asset	—	—
Receivable for units issued	361,978	2,542,340
Receivable for investments sold	523,027	854,090
Interest and dividends receivable	462,323	475,261
Other receivable	2,142	—
Total Assets	132,350,665	124,832,951
Liabilities		
Current liabilities		
Unrealized loss on forward foreign currency contracts (Note 3)	—	—
Written options liability (Note 3)	—	—
Bank overdraft	811,819	—
Margin account liability	—	—
Accrued management fees	300,685	140,541
Accrued expenses	18,512	8,460
Payable for units redeemed	8,205	25,889
Payable for investments purchased	155,267	1,188,802
Payable for distributions	1,361	1,773
Total Liabilities (excluding Net Assets Attributable to Holders of Redeemable Units)	1,295,849	1,365,465
Net Assets Attributable to Holders of Redeemable Units	\$ 131,054,816	\$ 123,467,486

As at	Number of Units Outstanding (Note 7)		Net Assets Attributable to Holders of Redeemable Units per Unit		Net Assets Attributable to Holders of Redeemable Units	
	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016
Series A	1,209,712	1,327,212	\$ 11.94	\$ 11.75	\$ 14,445,442	\$ 15,590,032
Series F	181,616	143,195	\$ 12.06	\$ 11.80	2,190,261	1,690,299
Series T6	80,140	109,654	\$ 8.70	8.82	697,424	967,296
Series I	9,002,933	8,555,010	\$ 12.63	12.30	113,721,689	105,219,859
Total					\$ 131,054,816	\$ 123,467,486



Mark Sylvia

President, Chief Executive Officer and Chair
Empire Life Investments Inc.



Scott Ewert

Director
Empire Life Investments Inc.

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Conservative Portfolio

Interim Statements of Comprehensive Income (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Income		
Net gain (loss) on investments and derivatives		
Interest for distribution purposes	\$ 1,052,183	\$ 722,940
Dividends	650,451	418,537
Net realized gain (loss) on investments	745,901	(415,488)
Change in unrealized appreciation (depreciation) on investments	1,019,645	1,468,017
Total net gain (loss) on investments	3,468,180	2,194,006
Net realized gain (loss) on derivatives	—	2,006
Change in unrealized appreciation (depreciation) on derivatives	—	341
Total net gain (loss) on derivatives	—	2,347
Total net gain (loss) on investments and derivatives	3,468,180	2,196,353
Other income		
Foreign currency gain (loss) on cash and other net assets	(9,113)	7,681
Other income	75	—
Total Income	3,459,142	2,204,034
Expenses		
Management fee (Note 5)	157,110	155,389
Securityholder reporting costs	4,380	954
Administrative fees	46,085	66,228
Custodian fees	20,999	9,823
Audit fees	14,268	10,887
Legal fees	6,676	3,062
Interest and borrowing costs	2,322	18
Independent Review Committee fees	3,372	5,753
Foreign withholding tax	29,711	22,318
Transaction costs	32,570	36,969
Total Expenses before Manager Absorption	317,493	311,401
Less: Expenses Absorbed by Manager	85,901	86,874
Total Expenses after Manager Absorption (Note 5)	231,592	224,527
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	\$ 3,227,550	\$ 1,979,507

For the six months ended	Weighted Average Number of Units Outstanding		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Unit		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Series	
	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016
Series A	1,253,854	1,324,431	\$ 0.21	\$ 0.13	\$ 257,447	\$ 171,587
Series F	169,747	127,531	\$ 0.24	\$ 0.21	40,891	27,032
Series T6	102,490	96,401	\$ 0.17	\$ 0.12	17,181	11,623
Series I	8,815,482	5,933,167	\$ 0.33	\$ 0.30	2,912,031	1,769,265
Total					\$ 3,227,550	\$ 1,979,507

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Conservative Portfolio

Interim Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

For the six months ended June 30, 2017	Series A	Series F	Series T6	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 15,590,032	\$ 1,690,299	\$ 967,296	\$ 105,219,859	\$ 123,467,486
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	257,447	40,891	17,181	2,912,031	3,227,550
Redeemable Unit Transactions					
Proceeds from redeemable units issued	750,027	599,190	16,324	15,363,749	16,729,290
Reinvestments of distributions to holders of redeemable units	4,128	488	9,350	—	13,966
Redemption of redeemable units	(2,151,207)	(140,050)	(286,293)	(9,773,950)	(12,351,500)
Net Increase (Decrease) from Redeemable Unit Transactions	(1,397,052)	459,628	(260,619)	5,589,799	4,391,756
Distributions to Holders of Redeemable Units					
Net investment income	(4,985)	(557)	(105)	—	(5,647)
Capital gains	—	—	—	—	—
Return of capital	—	—	(26,329)	—	(26,329)
Total Distributions to Holders of Redeemable Units	(4,985)	(557)	(26,434)	—	(31,976)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	(1,144,590)	499,962	(269,872)	8,501,830	7,587,330
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 14,445,442	\$ 2,190,261	\$ 697,424	\$ 113,721,689	\$ 131,054,816
For the six months ended June 30, 2016	Series A	Series F	Series T6	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 14,952,370	\$ 1,287,324	\$ 816,969	\$ 60,558,425	\$ 77,615,088
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	171,587	27,032	11,623	1,769,265	1,979,507
Redeemable Unit Transactions					
Proceeds from redeemable units issued	2,427,441	545,003	213,600	21,280,138	24,466,182
Reinvestments of distributions to holders of redeemable units	—	—	12,357	—	12,357
Redemption of redeemable units	(1,640,290)	(161,709)	(69,610)	(650,068)	(2,521,677)
Net Increase (Decrease) from Redeemable Unit Transactions	787,151	383,294	156,347	20,630,070	21,956,862
Distributions to Holders of Redeemable Units					
Net investment income	(4,839)	(489)	(100)	—	(5,428)
Capital gains	—	—	—	—	—
Return of capital	—	—	(27,031)	—	(27,031)
Total Distributions to Holders of Redeemable Units	(4,839)	(489)	(27,131)	—	(32,459)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	953,899	409,837	140,839	22,399,335	23,903,910
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 15,906,269	\$ 1,697,161	\$ 957,808	\$ 82,957,760	\$ 101,518,998

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Conservative Portfolio

Interim Statements of Cash Flows (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Cash Flow from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 3,227,550	\$ 1,979,507
Adjustments for:		
Foreign currency (gain) loss on cash	4,242	22,983
Net realized (gain) loss on investments	(745,901)	415,488
Net realized (gain) loss on derivatives	—	(2,006)
Change in unrealized (appreciation) depreciation on investments	(1,019,645)	(1,468,017)
Change in unrealized (appreciation) depreciation on derivatives	—	(341)
(Increase) decrease in interest and dividends receivable	12,938	(55,065)
(Increase) decrease in accrued interest for short-term investments	(1)	—
(Increase) decrease in other receivables	(2,142)	(8,141)
Increase (decrease) in accrued liabilities	170,196	792
Purchase of investments	(1,049,769,983)	(178,897,492)
Proceeds from sales of investments	1,040,254,196	162,782,101
Proceeds from (to) settlement of derivatives	—	2,421
Net Cash Generated (Used) by Operating Activities	\$ (7,868,550)	\$ (15,227,770)
Cash Flow from Financing Activities		
Distributions to holders of redeemable units, net of reinvested distributions	\$ (18,422)	\$ (20,202)
Proceeds from redeemable units issued	18,909,652	24,501,878
Amount paid on redemption of redeemable units	(12,369,184)	(2,336,695)
Net Cash Generated (Used) by Financing Activities	\$ 6,522,046	\$ 22,144,981
Foreign currency gain (loss) on cash	\$ (4,242)	\$ (22,983)
Net increase (decrease) in cash	(1,346,504)	6,917,211
Cash (overdraft) beginning of period	538,927	1,086,319
Cash (Overdraft) End of Period	\$ (811,819)	\$ 7,980,547
Items Classified as Operating Activities		
Interest received, net of withholding tax	\$ 1,084,533	\$ 678,458
Dividends received, net of withholding tax	\$ 601,288	\$ 385,636

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Conservative Portfolio

Interim Schedule of Investment Portfolio (unaudited)

As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Equities (38.4%)				Energy (5.9%) (continued)			
Consumer Discretionary (2.4%)				2,208	Parkland Fuel Corporation Restricted Shares	61,162	65,600
217	Charter Communications Inc.	69,698	94,930	27,255	Peyto Exploration & Development Corporation	807,506	641,038
8,159	Cineplex Inc.	404,676	431,285	267	Pioneer Natural Resources Company	59,827	55,335
5,086	Comcast Corporation 'A'	214,783	257,074	38,724	PrairieSky Royalty Limited	1,028,968	1,143,520
10,308	Gildan Activewear Inc.	386,016	410,774	2,834	Royal Dutch Shell PLC 'A' ADR	94,395	97,289
1,186	Las Vegas Sands Corporation	87,015	98,407	4,766	Statoil ASA	107,706	102,265
2,217	Lowe's Companies Inc.	242,405	223,226	26,616	Suncor Energy Inc.	997,876	1,008,480
2,055	Newell Brands Inc.	134,260	143,103			8,147,348	7,614,385
594	Nitori Holdings Company Limited	119,247	103,260	Financials (10.5%)			
1,169	ProSiebenSat.1 Media AG	64,795	63,445	2,828	Admiral Group PLC	90,421	95,556
19,526	Samsonite International SA	90,096	105,898	236	American Express Company	22,900	25,819
28,497	Shaw Communications Inc. 'B'	758,801	806,179	10,655	Bank of Montreal	857,471	1,014,569
497	Shimano Inc.	98,305	102,138	22,986	Bank of Nova Scotia	1,511,099	1,793,138
2,220	Sony Corporation	91,735	109,977	1,569	BB&T Corporation	89,042	92,530
359	Starbucks Corporation	26,364	27,186	165	BlackRock Inc.	77,769	90,516
49	The Priceline Group Inc.	88,176	119,033	23,558	Brookfield Asset Management Inc. 'A'	1,036,505	1,198,867
730	The Walt Disney Company	106,276	100,731	1,792	Canadian Imperial Bank of Commerce	185,711	188,859
		2,982,648	3,196,646	1,146	Chubb Limited	203,868	216,371
Consumer Staples (3.4%)				7,537	CI Financial Corporation	202,231	208,323
16,418	Alimentation Couche-Tard Inc. 'B'	921,862	1,020,542	960	CME Group Inc.	131,612	156,143
1,941	Associated British Foods PLC	88,665	96,135	2,290	Danske Bank AS	98,881	114,238
1,157	British American Tobacco PLC	94,444	102,157	15,935	Great-West Lifeco Inc.	548,264	560,115
483	Constellation Brands Inc. 'A'	99,681	121,522	862	HDFC Bank Limited ADR	82,088	97,361
796	Costco Wholesale Corporation	170,880	165,330	6,465	Intact Financial Corporation	576,469	633,311
1,237	CVS Health Corporation	133,995	129,258	29,162	Intesa Sanpaolo SpA	106,067	119,912
865	Heineken NV	100,653	109,075	1,278	JPMorgan Chase & Company	117,296	151,700
2,111	Japan Tobacco Inc.	106,005	96,306	1,311	KBC Group NV	109,284	128,962
6,444	Loblaw Companies Limited	438,896	464,870	875	Macquarie Group Limited	72,634	77,141
9,900	Metro Inc.	392,094	422,532	21,122	Manulife Financial Corporation	451,692	513,476
5,605	Molson Coors Brewing Company	706,420	628,488	1,782	Marsh & McLennan Companies Inc.	150,021	180,422
1,308	PepsiCo Inc.	179,082	196,183	11,744	Power Financial Corporation	382,416	390,723
631	Philip Morris International Inc.	80,062	96,248	3,885	Prudential PLC	111,120	115,412
798	Reckitt Benckiser Group PLC	101,151	104,786	20,534	Royal Bank of Canada	1,609,097	1,933,480
10,447	Saputo Inc.	392,028	430,939	572	S&P Global Inc.	82,770	108,450
1,988	Seven & i Holdings Company Limited	109,291	106,343	1,761	Sampo Oyj 'A'	111,686	117,042
1,425	The Procter & Gamble Company	158,728	161,284	2,076	Sumitomo Mitsui Financial Group Inc.	105,190	105,075
		4,273,937	4,451,998	9,064	Sun Life Financial Inc.	382,230	420,207
Energy (5.9%)				862	Swiss Re AG	103,201	102,462
13,126	ARC Resources Limited	272,539	222,617	1,094	The PNC Financial Services Group Inc.	175,501	177,413
18,935	Canadian Natural Resources Limited	694,846	708,548	29,051	Toronto-Dominion Bank	1,630,952	1,898,482
62,088	Cenovus Energy Inc.	1,035,931	593,561	138	Trisura Group Limited	2,877	2,995
764	Chevron Corporation	104,706	103,517	10,345	Wells Fargo & Company	725,770	744,437
19,679	Enbridge Inc.	1,010,541	1,016,616			12,144,135	13,773,507
5,805	Enerflex Limited	90,193	109,250	Health Care (2.0%)			
31,400	Ensign Energy Services Inc.	245,616	217,602	498	Anthem Inc.	126,343	121,674
1,327	Exxon Mobil Corporation	149,450	139,128	1,831	Baxter International Inc.	105,501	143,959
712	Halliburton Company	51,887	39,493	592	Becton, Dickinson and Company	125,492	150,007
13,788	Inter Pipeline Limited	355,811	350,215	2,379	Cardinal Health Inc.	231,239	240,742
16,731	Keyera Corporation	651,235	682,959	215	Celgene Corporation	34,144	36,262
988	Occidental Petroleum Corporation	84,372	76,820	780	CSL Limited	88,303	107,250
8,096	Parkland Fuel Corporation	242,781	240,532				

Empire Life Emblem Conservative Portfolio

Interim Schedule of Investment Portfolio (unaudited) continued

As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Health Care (2.0%) (continued)				Information Technology (3.2%) (continued)			
693	Essilor International SA	114,901	114,352	4,046	Oracle Corporation	208,652	263,463
481	Gilead Sciences Inc.	44,176	44,215	690	Skyworks Solutions Inc.	90,677	85,981
1,527	Johnson & Johnson	214,977	262,347	2,099	Tencent Holdings Limited	72,927	97,495
1,509	Merck & Company Inc.	126,271	125,600	2,336	Visa Inc. 'A'	238,673	284,507
6,481	Novo Nordisk AS 'B'	326,541	359,978			3,459,634	4,138,716
263	Orpea	38,960	38,014				
406	Thermo Fisher Scientific Inc.	83,089	91,993	Materials (2.2%)			
4,638	Zimmer Biomet Holdings Inc.	659,705	773,402	7,138	Agrium Inc.	879,511	838,929
		2,319,642	2,609,795	6,487	Amcor Limited	96,142	104,751
				5,535	Antofagasta PLC	70,421	74,651
Industrials (4.7%)				21,535	Chemtrade Logistics Income Fund	390,754	391,722
233	3M Company	63,488	62,998	2,087	El du Pont de Nemours & Company	200,753	218,756
642	Allegion PLC	57,334	67,635	2,487	Franco-Nevada Corporation	200,511	232,709
3,319	Ashtead Group PLC	91,909	88,967	1,358	Fuchs Petrolub SE Preferred	84,068	95,899
3,629	Assa Abloy AB 'B'	95,789	103,429	32	Givaudan SA	85,629	83,234
2,789	Brenntag AG	196,021	209,368	13,408	Potash Corporation of Saskatchewan Inc.	304,128	283,579
11,857	Canadian National Railway Company	950,576	1,247,593	1,069	Praxair Inc.	157,598	184,021
1,880	Canadian Pacific Railway Limited	350,195	392,262	8,882	Stella-Jones Inc.	386,190	393,117
485	Central Japan Railway Company	110,179	102,643			2,855,705	2,901,368
2,224	Deutsche Post AG	97,444	108,118	Real Estate (1.0%)			
529	General Dynamics Corporation	133,801	136,097	9,024	Allied Properties Real Estate Investment Trust	313,947	351,214
997	Ingersoll-Rand PLC	93,393	118,332	8,263	British Land Company PLC	101,243	84,402
2,039	Japan Airlines Company Limited	87,416	81,874	11,389	Brookfield Property Partners Limited Partnership	332,329	349,415
21,148	JELD-WEN Holding Inc.	890,312	891,512	4,971	Smart Real Estate Investment Trust	162,943	159,669
1,501	Kone Oyj 'B'	90,535	99,028	6,799	STORE Capital Corporation	206,834	198,231
16,510	MacDonald Dettwiler & Associates Limited	1,130,627	1,114,095	7,633	WPT Industrial Real Estate Investment Trust	122,612	129,067
775	Ryanair Holdings PLC ADR	88,235	108,309			1,239,908	1,271,998
870	Safran SA	90,121	103,404	Telecommunication Services (1.8%)			
424	The Boeing Company	108,709	108,891	12,602	BCE Inc.	727,925	735,957
7,491	Toromont Industries Limited	231,219	357,620	2,027	Elisa Oyj	91,589	101,874
7,440	Transurban Group	85,538	87,826	11,853	Rogers Communications Inc. 'B'	594,377	725,996
652	United Technologies Corporation	88,664	103,397	810	SoftBank Group Corporation	76,236	85,169
479	Verisk Analytics Inc. 'A'	52,754	52,485	2,930	Verizon Communications Inc.	192,608	169,940
2,580	Waste Connections Inc.	178,209	215,507	162,998	Vodafone Group PLC	570,993	598,742
1,111	Waste Connections Inc. USD	70,377	92,949			2,253,728	2,417,678
		5,432,845	6,054,339	Utilities (1.3%)			
Information Technology (3.2%)				7,904	ATCO Limited 'I'	322,745	400,812
40	Alphabet Inc. 'A'	40,864	48,295	4,694	Brookfield Infrastructure Partners Limited Partnership	202,185	248,970
159	Alphabet Inc. 'C'	149,823	187,647	4,215	Brookfield Renewable Energy Partners Limited Partnership	160,819	174,290
1,218	Amadeus IT Group SA	79,257	94,447	31,966	Hydro One Limited	741,113	742,570
1,485	Apple Inc.	238,920	277,753	5,556	National Grid PLC	100,858	89,209
568	ASML Holding NV	87,414	95,997	3,425	Red Electrica Corporacion SA	92,966	92,815
681	Cap Gemini SA	85,576	91,269			1,620,686	1,748,666
11,722	CGI Group Inc. 'A'	638,917	776,699	Total Equities			
736	Constellation Software Inc.	355,550	499,310			46,730,216	50,179,096
5,994	FLIR Systems Inc.	277,394	269,808				
3,119	Infineon Technologies AG	91,002	85,400				
196	Keyence Corporation	91,230	111,777				
964	Lam Research Corporation	123,525	177,063				
1,668	MasterCard Inc. 'A'	216,410	263,089				
3,973	Micron Technology Inc.	147,928	154,070				
3,068	Microsoft Corporation	224,895	274,646				

Empire Life Emblem Conservative Portfolio

Interim Schedule of Investment Portfolio (unaudited) continued As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Bonds (56.0%)				Canadian Corporate Bonds (24.9%) (continued)			
Canadian Corporate Bonds (24.9%)				65,000	Manulife Financial Capital Trust II Floating Rate 7.405% Dec 31, 2108	78,696	72,917
675,000	407 International Inc. 2.430% May 4, 2027	677,795	668,367	800,000	Metro Inc. 3.200% Dec 1, 2021	830,638	828,395
500,000	407 International Inc. 3.600% May 21, 2047	509,380	519,079	350,000	Metro Inc. 5.970% Oct 15, 2035	396,102	434,509
715,000	Alectra Inc. 2.488% May 17, 2027	715,498	704,516	450,000	National Bank of Canada 2.794% Aug 9, 2018	465,436	456,624
430,000	Bank of Nova Scotia 1.830% Apr 27, 2022	429,837	423,457	450,000	National Bank of Canada 2.404% Oct 28, 2019	458,019	457,069
600,000	Bank of Nova Scotia 2.290% Jun 28, 2024	599,964	594,642	760,000	National Bank of Canada 1.957% Jun 30, 2022	760,000	752,439
740,000	Bell Canada Inc. 3.540% Jun 12, 2020	784,618	772,216	65,000	Power Corporation of Canada 7.570% Apr 22, 2019	78,111	71,224
750,000	Bell Canada Inc. 2.700% Feb 27, 2024	749,145	750,185	30,000	Reliance Limited Partnership 4.075% Aug 2, 2021	30,000	31,040
750,000	Caisse Centrale Desjardins 2.091% Jan 17, 2022	752,634	749,067	300,000	RioCan Real Estate Investment Trust 3.620% Jun 1, 2020	316,365	311,691
765,000	Canadian Imperial Bank of Commerce Capital Trust 9.976% Jun 30, 2108	956,871	875,206	675,000	Royal Bank of Canada 1.650% Jul 15, 2021	674,804	665,344
550,000	Canadian National Railway Company 2.750% Feb 18, 2021	575,394	567,043	825,000	Royal Bank of Canada Floating Rate 3.310% Jan 20, 2026	834,840	849,144
570,000	Canadian National Railway Company 2.800% Sep 22, 2025	573,939	586,234	450,000	Saputo Inc. 1.939% Jun 13, 2022	450,000	442,315
740,000	Canadian National Railway Company 3.950% Sep 22, 2045	751,371	817,189	630,000	Saputo Inc. 2.827% Nov 21, 2023	630,000	638,085
600,000	Canadian Natural Resources Limited 2.050% Jun 1, 2020	600,213	594,998	855,000	Scotiabank Capital Trust Floating Rate 5.650% Dec 31, 2056	1,029,914	1,045,455
300,000	Canadian Real Estate Investment Trust 2.951% Jan 18, 2023	299,991	297,122	910,000	Shoppers Drug Mart Corporation 2.360% May 24, 2018	918,982	916,558
515,000	Capital Desjardins Inc. 5.187% May 5, 2020	576,276	559,575	625,000	TD Capital Trust III Floating Rate 7.243% Dec 31, 2049	687,686	674,399
350,000	Central 1 Credit Union 1.870% Mar 16, 2020	349,909	348,310	70,000	TD Capital Trust IV Floating Rate 6.631% Jun 30, 2108	84,098	80,308
875,000	Choice Properties Real Estate Investment Trust 3.554% Jul 5, 2018	911,955	891,508	700,000	Thomson Reuters Corporation 3.369% May 23, 2019	728,085	719,211
430,000	CI Financial Corporation 2.775% Nov 25, 2021	430,000	433,439	390,000	Toronto-Dominion Bank 4.859% Mar 4, 2031	415,108	438,955
500,000	CT Real Estate Investment Trust 2.159% Jun 1, 2021	499,244	494,441	500,000	Toronto-Dominion Bank Floating Rate 2.982% Sep 30, 2025	501,063	510,004
440,000	Dollarama Inc. 3.095% Nov 5, 2018	453,094	447,996	565,000	Transcanada Trust Floating Rate 4.650% May 18, 2077	565,000	568,185
345,000	Enercare Solutions Inc. 3.380% Feb 21, 2022	344,938	348,262			32,820,486	32,688,179
720,000	Ford Credit Canada Limited 3.700% Aug 2, 2018	743,507	734,383	Government Bonds (14.1%)			
360,000	Gaz Metro Inc. 3.530% May 16, 2047	359,604	370,024	3,670,000	Canada Housing Trust 2.350% Dec 15, 2018	3,792,930	3,732,919
600,000	GE Capital Canada Funding Company 4.600% Jan 26, 2022	692,088	664,784	1,735,000	Canada Housing Trust 1.250% Dec 15, 2020	1,730,652	1,718,707
620,000	General Motors Financial of Canada Limited 2.600% Jun 1, 2022	619,938	610,178	665,000	Government of Canada 1.750% Mar 1, 2019	674,044	672,465
600,000	Hydro One Inc. 1.840% Feb 24, 2021	602,322	599,763	4,480,000	Government of Canada 0.750% May 1, 2019	4,482,140	4,452,496
370,000	Hydro One Inc. 3.720% Nov 18, 2047	370,281	388,880	930,000	Government of Canada 1.750% Sep 1, 2019	951,269	942,328
450,000	IGM Financial Inc. 3.440% Jan 26, 2027	449,699	458,950	1,530,000	Government of Canada 0.750% Sep 1, 2020	1,522,581	1,507,714
735,000	Intact Financial Corporation 2.850% Jun 7, 2027	734,875	720,354	2,235,000	Government of Canada 0.750% Sep 1, 2021	2,220,236	2,182,302
400,000	Laurentian Bank of Canada 2.810% Jun 13, 2019	406,112	405,668	1,125,000	Government of Canada 0.500% Mar 1, 2022	1,098,466	1,080,675
300,000	Laurentian Bank of Canada Floating Rate 3.132% Oct 19, 2022	307,237	301,125	315,000	Government of Canada 2.750% Jun 1, 2022	337,995	335,092
1,000,000	Leisureworld Senior Care Limited Partnership 3.474% Feb 3, 2021	1,058,133	1,043,108	1,155,000	Government of Canada 1.000% Jun 1, 2027	1,101,928	1,076,465
450,000	Loblaws Companies Limited 3.748% Mar 12, 2019	472,865	464,844	695,000	Government of Canada 2.750% Dec 1, 2048	783,913	793,467
760,000	Loblaws Companies Limited 4.860% Sep 12, 2023	854,595	850,044			18,696,154	18,494,630
300,000	Magna International Inc. 3.100% Dec 15, 2022	304,242	309,773	Provincial Bonds (13.8%)			
540,000	Manitoba Telecom Services Inc. 4.000% May 27, 2024	567,898	578,077	640,000	Newfoundland & Labrador Hydro 3.600% Dec 1, 2045	621,492	673,632
325,000	Manufacturers Life Insurance Company 3.938% Sep 21, 2022	341,557	326,875	240,000	Province of Alberta 3.050% Dec 1, 2048	239,952	239,866
460,000	Manulife Bank of Canada 2.082% May 26, 2022	460,520	454,626	860,000	Province of British Columbia 2.550% Jun 18, 2027	857,824	870,803

Empire Life Emblem Conservative Portfolio

Interim Schedule of Investment Portfolio (unaudited) continued As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Provincial Bonds (13.8%) (continued)			
440,000	Province of British Columbia 2.800% Jun 18, 2048	443,005	432,169
750,000	Province of Manitoba 3.400% Sep 5, 2048	744,660	799,997
680,000	Province of New Brunswick 2.350% Aug 14, 2027	679,810	665,520
960,000	Province of New Brunswick 3.100% Aug 14, 2048	939,321	956,247
880,000	Province of Newfoundland and Labrador 3.700% Oct 17, 2048	879,314	958,496
370,000	Province of Ontario 2.850% Jun 2, 2023	391,238	386,142
1,450,000	Province of Ontario 2.400% Jun 2, 2026	1,474,279	1,451,273
920,000	Province of Ontario 2.600% Jun 2, 2027	917,507	931,416
2,200,000	Province of Ontario 2.900% Dec 2, 2046	2,086,410	2,174,261
2,350,000	Province of Ontario 2.800% Jun 2, 2048	2,332,662	2,286,040
590,000	Province of Quebec 3.500% Dec 1, 2022	646,939	636,121
755,000	Province of Quebec 2.500% Sep 1, 2026	775,955	762,434
1,200,000	Province of Quebec 2.750% Sep 1, 2027	1,210,176	1,231,981
1,600,000	Province of Quebec 3.500% Dec 1, 2045	1,688,145	1,768,463
260,000	Province of Quebec 3.500% Dec 1, 2048	284,111	290,772
500,000	Province of Saskatchewan 3.300% Jun 2, 2048	498,635	529,443
		17,711,435	18,045,076
U.S. Corporate Bonds (3.2%)			
710,000	Anheuser-Busch InBev Finance Inc. 2.600% May 15, 2024	709,823	703,429
575,000	Anheuser-Busch InBev Finance Inc. 4.320% May 15, 2047	575,000	597,953
550,000	Great-West Lifeco Finance Delaware Limited Partnership II Floating Rate 7.127% Jun 26, 2068	626,257	578,651
575,000	Molson Coors International Limited Partnership 2.840% Jul 15, 2023	577,681	573,668
1,050,000	PepsiCo Inc. 2.150% May 6, 2024	1,052,082	1,036,602
720,000	United Parcel Service Inc. 2.125% May 21, 2024	718,646	709,820
		4,259,489	4,200,123
	Total Bonds	73,487,564	73,428,008
Short-term Investments (5.6%)			
Term Deposit Receipts (5.6%)			
7,394,000	Royal Bank of Canada 0.450% Jul 4, 2017	7,394,000	7,394,091
		7,394,000	7,394,091
	Total Short-term Investments	7,394,000	7,394,091
Total Investment Portfolio Including Transaction Costs (100.0%)		127,611,780	131,001,195
Transaction costs		(48,127)	—
Total Investments		127,563,653	131,001,195

Empire Life Emblem Balanced Portfolio

Interim Statements of Financial Position (unaudited)

As at	June 30, 2017	December 31, 2016
Assets		
Current assets		
Investments at fair value (Note 3)	\$ 191,666,868	\$ 165,133,067
Unrealized gain on forward foreign currency contracts (Note 3)	—	—
Purchased options (Note 3)	—	—
Cash	—	547,092
Margin account asset	—	—
Receivable for units issued	1,179,773	1,778,698
Receivable for investments sold	982,572	1,322,044
Interest and dividends receivable	622,395	587,139
Other receivable	5,500	—
Total Assets	194,457,108	169,368,040
Liabilities		
Current liabilities		
Unrealized loss on forward foreign currency contracts (Note 3)	—	—
Written options liability (Note 3)	—	—
Bank overdraft	477,306	—
Margin account liability	—	—
Accrued management fees	520,369	236,394
Accrued expenses	27,594	13,438
Payable for units redeemed	116,915	33,680
Payable for investments purchased	287,238	2,008,129
Payable for distributions	34,807	35,263
Total Liabilities (excluding Net Assets Attributable to Holders of Redeemable Units)	1,464,229	2,326,904
Net Assets Attributable to Holders of Redeemable Units	\$ 192,992,879	\$ 167,041,136

As at	Number of Units Outstanding (Note 7)		Net Assets Attributable to Holders of Redeemable Units per Unit		Net Assets Attributable to Holders of Redeemable Units	
	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016
Series A	1,300,947	1,469,590	\$ 12.74	\$ 12.54	\$ 16,569,411	\$ 18,432,361
Series F	197,973	191,530	\$ 12.71	\$ 12.44	\$ 2,516,135	\$ 2,383,437
Series T6	836,229	843,881	\$ 9.14	\$ 9.27	\$ 7,640,495	\$ 7,824,422
Series T8	51,068	51,020	\$ 8.10	\$ 8.30	\$ 413,567	\$ 423,552
Series I	12,299,884	10,508,071	\$ 13.48	\$ 13.13	\$ 165,853,271	\$ 137,977,364
Total					\$ 192,992,879	\$ 167,041,136



Mark Sylvia

President, Chief Executive Officer and Chair
Empire Life Investments Inc.



Scott Ewert

Director
Empire Life Investments Inc.

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Balanced Portfolio

Interim Statements of Comprehensive Income (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Income		
Net gain (loss) on investments and derivatives		
Interest for distribution purposes	\$ 1,142,632	\$ 747,660
Dividends	1,279,676	768,255
Net realized gain (loss) on investments	1,840,384	(20,552)
Change in unrealized appreciation (depreciation) on investments	488,591	1,558,786
Total net gain (loss) on investments	4,751,283	3,054,149
Net realized gain (loss) on derivatives	—	3,976
Change in unrealized appreciation (depreciation) on derivatives	—	598
Total net gain (loss) on derivatives	—	4,574
Total net gain (loss) on investments and derivatives	4,751,283	3,058,723
Other income		
Foreign currency gain (loss) on cash and other net assets	(18,878)	(32,260)
Other income	1,099	—
Total Income	4,733,504	3,026,463
Expenses		
Management fee (Note 5)	276,012	250,233
Securityholder reporting costs	8,258	954
Administrative fees	63,166	83,486
Custodian fees	23,176	12,889
Audit fees	14,270	10,887
Legal fees	6,680	3,062
Interest and borrowing costs	3,422	18
Independent Review Committee fees	3,370	7,540
Foreign withholding tax	56,540	39,603
Transaction costs	68,940	59,056
Total Expenses before Manager Absorption	523,834	467,728
Less: Expenses Absorbed by Manager	105,356	105,205
Total Expenses after Manager Absorption (Note 5)	418,478	362,523
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	\$ 4,315,026	\$ 2,663,940

For the six months ended	Weighted Average Number of Units Outstanding		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Unit		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Series	
	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016
Series A	1,396,998	1,408,705	\$ 0.21	\$ 0.15	\$ 298,674	\$ 211,646
Series F	194,754	189,301	\$ 0.26	\$ 0.21	49,819	40,195
Series T6	838,882	677,404	\$ 0.15	\$ 0.11	125,089	77,424
Series T8	50,990	50,375	\$ 0.13	\$ 0.12	6,769	6,236
Series I	11,390,201	7,163,693	\$ 0.34	\$ 0.33	3,834,675	2,328,439
Total					\$ 4,315,026	\$ 2,663,940

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Balanced Portfolio

Interim Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

For the six months ended June 30, 2017	Series A	Series F	Series T6	Series T8	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 18,432,361	\$ 2,383,437	\$ 7,824,422	\$ 423,552	\$ 137,977,364	\$ 167,041,136
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	298,674	49,819	125,089	6,769	3,834,675	4,315,026
Redeemable Unit Transactions						
Proceeds from redeemable units issued	889,503	523,976	560,401	—	26,776,420	28,750,300
Reinvestments of distributions to holders of redeemable units	5,607	1,284	29,243	6,681	—	42,815
Redemption of redeemable units	(3,049,918)	(440,888)	(658,606)	(6,330)	(2,735,188)	(6,890,930)
Net Increase (Decrease) from Redeemable Unit Transactions	(2,154,808)	84,372	(68,962)	351	24,041,232	21,902,185
Distributions to Holders of Redeemable Units						
Net investment income	(6,816)	(1,493)	(7,097)	(203)	—	(15,609)
Capital gains	—	—	—	—	—	—
Return of capital	—	—	(232,957)	(16,902)	—	(249,859)
Total Distributions to Holders of Redeemable Units	(6,816)	(1,493)	(240,054)	(17,105)	—	(265,468)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	(1,862,950)	132,698	(183,927)	(9,985)	27,875,907	25,951,743
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 16,569,411	\$ 2,516,135	\$ 7,640,495	\$ 413,567	\$ 165,853,271	\$ 192,992,879
For the six months ended June 30, 2016	Series A	Series F	Series T6	Series T8	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 16,059,675	\$ 2,040,598	\$ 6,070,494	\$ 403,207	\$ 76,841,249	\$ 101,415,223
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	211,646	40,195	77,424	6,236	2,328,439	2,663,940
Redeemable Unit Transactions						
Proceeds from redeemable units issued	3,058,638	797,949	1,226,955	48,041	26,895,806	32,027,389
Reinvestments of distributions to holders of redeemable units	—	—	19,989	5,883	—	25,872
Redemption of redeemable units	(1,404,029)	(565,522)	(329,119)	(10,453)	(1,283,724)	(3,592,847)
Net Increase (Decrease) from Redeemable Unit Transactions	1,654,609	232,427	917,825	43,471	25,612,082	28,460,414
Distributions to Holders of Redeemable Units						
Net investment income	(6,858)	(1,043)	(5,097)	(180)	—	(13,178)
Capital gains	—	—	—	—	—	—
Return of capital	—	—	(195,974)	(17,600)	—	(213,574)
Total Distributions to Holders of Redeemable Units	(6,858)	(1,043)	(201,071)	(17,780)	—	(226,752)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	1,859,397	271,579	794,178	31,927	27,940,521	30,897,602
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 17,919,072	\$ 2,312,177	\$ 6,864,672	\$ 435,134	\$ 104,781,770	\$ 132,312,825

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Balanced Portfolio

Interim Statements of Cash Flows (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Cash Flow from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 4,315,026	\$ 2,663,940
Adjustments for:		
Foreign currency (gain) loss on cash	16,809	155,135
Net realized (gain) loss on investments	(1,840,384)	20,552
Net realized (gain) loss on derivatives	—	(3,976)
Change in unrealized (appreciation) depreciation on investments	(488,591)	(1,558,786)
Change in unrealized (appreciation) depreciation on derivatives	—	(598)
(Increase) decrease in interest and dividends receivable	(35,256)	(72,404)
(Increase) decrease in accrued interest for short-term investments	(21)	—
(Increase) decrease in other receivables	(5,500)	(71,637)
Increase (decrease) in accrued liabilities	298,131	3,906
Purchase of investments	(1,440,802,940)	(310,040,718)
Proceeds from sales of investments	1,415,216,716	288,681,146
Proceeds from (to) settlement of derivatives	—	4,706
Net Cash Generated (Used) by Operating Activities	\$ (23,326,010)	\$ (20,218,734)
Cash Flow from Financing Activities		
Distributions to holders of redeemable units, net of reinvested distributions	\$ (223,109)	\$ (197,618)
Proceeds from redeemable units issued	29,349,225	31,760,151
Amount paid on redemption of redeemable units	(6,807,695)	(3,556,687)
Net Cash Generated (Used) by Financing Activities	\$ 22,318,421	\$ 28,005,846
Foreign currency gain (loss) on cash	\$ (16,809)	\$ (155,135)
Net increase (decrease) in cash	(1,007,589)	7,787,112
Cash (overdraft) beginning of period	547,092	2,398,397
Cash (Overdraft) End of Period	\$ (477,306)	\$ 10,030,374
Items Classified as Operating Activities		
Interest received, net of withholding tax	\$ 1,182,187	\$ 691,872
Dividends received, net of withholding tax	\$ 1,148,216	\$ 712,036

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Balanced Portfolio

Interim Schedule of Investment Portfolio (unaudited)

As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Equities (52.9%)				Energy (7.9%) (continued)			
Consumer Discretionary (3.3%)				3,989	Parkland Fuel Corporation Restricted Shares	110,495	118,513
405	Charter Communications Inc.	138,295	177,174	56,068	Peyto Exploration & Development Corporation	1,666,156	1,318,719
16,376	Cineplex Inc.	815,157	865,635	449	Pioneer Natural Resources Company	99,748	93,054
8,318	Comcast Corporation 'A'	358,366	420,437	79,792	PrairieSky Royalty Limited	2,187,228	2,356,257
23,011	Gildan Activewear Inc.	864,722	916,988	6,063	Royal Dutch Shell PLC 'A' ADR	203,511	208,138
2,677	Las Vegas Sands Corporation	196,318	222,121	10,195	Statoil ASA	231,817	218,757
4,130	Lowe's Companies Inc.	448,898	415,843	55,254	Suncor Energy Inc.	2,121,586	2,093,574
3,560	Newell Brands Inc.	234,795	247,905			16,528,180	15,309,299
1,305	Nitori Holdings Company Limited	263,645	226,859	Financials (14.8%)			
2,622	ProSiebenSat.1 Media AG	145,372	142,303	6,058	Admiral Group PLC	194,589	204,696
43,806	Samsonite International SA	200,846	237,578	396	American Express Company	39,162	43,323
56,563	Shaw Communications Inc. 'B'	1,524,194	1,600,166	24,792	Bank of Montreal	2,062,638	2,360,694
1,063	Shimano Inc.	210,634	218,455	48,613	Bank of Nova Scotia	3,324,958	3,792,300
5,010	Sony Corporation	204,933	248,192	2,718	BB&T Corporation	154,609	160,291
622	Starbucks Corporation	46,227	47,102	306	BlackRock Inc.	148,543	167,867
76	The Priceline Group Inc.	134,470	184,623	48,060	Brookfield Asset Management Inc. 'A'	2,151,529	2,445,773
1,225	The Walt Disney Company	178,024	169,034	3,203	Canadian Imperial Bank of Commerce	336,299	337,564
		5,964,896	6,340,415	2,121	Chubb Limited	383,064	400,456
Consumer Staples (4.7%)				13,551	CI Financial Corporation	363,891	374,550
32,913	Alimentation Couche-Tard Inc. 'B'	1,858,864	2,045,871	1,750	CME Group Inc.	244,924	284,636
4,183	Associated British Foods PLC	191,387	207,178	5,157	Danske Bank AS	221,462	257,260
2,476	British American Tobacco PLC	202,689	218,617	37,281	Great-West Lifeco Inc.	1,283,404	1,310,427
790	Constellation Brands Inc. 'A'	163,046	198,762	1,949	HDFC Bank Limited ADR	185,607	220,136
1,276	Costco Wholesale Corporation	274,140	265,027	14,995	Intact Financial Corporation	1,347,008	1,468,910
2,011	CVS Health Corporation	217,664	210,136	65,678	Intesa Sanpaolo SpA	234,371	270,063
1,866	Heineken NV	217,950	235,299	2,330	JPMorgan Chase & Company	219,867	276,574
4,517	Japan Tobacco Inc.	224,348	206,070	2,800	KBC Group NV	231,836	275,434
15,129	Loblaw Companies Limited	1,041,089	1,091,406	1,937	Macquarie Group Limited	161,725	170,767
23,955	Metro Inc.	928,144	1,022,399	38,187	Manulife Financial Corporation	847,493	928,326
11,684	Molson Coors Brewing Company	1,467,417	1,310,125	3,089	Marsh & McLennan Companies Inc.	262,402	312,751
2,045	PepsiCo Inc.	279,894	306,723	21,230	Power Financial Corporation	694,160	706,322
978	Philip Morris International Inc.	124,824	149,177	8,604	Prudential PLC	242,903	255,599
1,706	Reckitt Benckiser Group PLC	215,215	224,017	43,331	Royal Bank of Canada	3,530,190	4,080,047
22,374	Saputo Inc.	837,822	922,928	886	S&P Global Inc.	126,758	167,983
4,251	Seven & i Holdings Company Limited	233,332	227,396	3,770	Sampo Oyj 'A'	238,109	250,566
2,208	The Procter & Gamble Company	245,023	249,905	4,558	Sumitomo Mitsui Financial Group Inc.	229,160	230,700
		8,722,848	9,091,036	21,077	Sun Life Financial Inc.	905,725	977,130
Energy (7.9%)				1,844	Swiss Re AG	220,691	219,187
23,457	ARC Resources Limited	481,943	397,831	1,836	The PNC Financial Services Group Inc.	295,467	297,742
40,821	Canadian Natural Resources Limited	1,529,815	1,527,522	60,497	Toronto-Dominion Bank	3,499,509	3,953,479
125,201	Cenovus Energy Inc.	2,069,944	1,196,922	259	Trisura Group Limited	5,418	5,620
1,184	Chevron Corporation	161,155	160,424	20,594	Wells Fargo & Company	1,451,916	1,481,966
39,922	Enbridge Inc.	2,067,465	2,062,371			25,839,387	28,689,139
10,281	Enerflex Limited	166,892	193,488	Health Care (2.5%)			
54,848	Ensign Energy Services Inc.	437,034	380,097	835	Anthem Inc.	212,119	204,011
2,056	Exxon Mobil Corporation	231,612	215,560	2,837	Baxter International Inc.	161,276	223,055
1,197	Halliburton Company	87,232	66,395	916	Becton, Dickinson and Company	191,453	232,105
30,852	Inter Pipeline Limited	794,233	783,641	4,199	Cardinal Health Inc.	411,077	424,917
32,969	Keyera Corporation	1,291,515	1,345,795	400	Celgene Corporation	63,437	67,465
1,797	Occidental Petroleum Corporation	151,841	139,723	1,714	CSL Limited	194,504	235,676
14,558	Parkland Fuel Corporation	436,958	432,518				

Empire Life Emblem Balanced Portfolio

Interim Schedule of Investment Portfolio (unaudited) continued
As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Bonds (39.8%)				Canadian Corporate Bonds (18.2%) (continued)			
Canadian Corporate Bonds (18.2%)							
1,400,000	407 International Inc. 2.430% May 4, 2027	1,405,796	1,386,243	75,000	Manulife Financial Capital Trust II Floating Rate 7.405% Dec 31, 2108	90,803	84,135
525,000	407 International Inc. 3.600% May 21, 2047	535,204	545,033	835,000	Metro Inc. 3.200% Dec 1, 2021	866,807	864,638
755,000	Alectra Inc. 2.488% May 17, 2027	755,529	743,930	350,000	Metro Inc. 5.970% Oct 15, 2035	396,102	434,509
460,000	Bank of Nova Scotia 1.830% Apr 27, 2022	459,825	453,000	475,000	National Bank of Canada 2.794% Aug 9, 2018	491,834	481,992
625,000	Bank of Nova Scotia 2.290% Jun 28, 2024	624,963	619,419	450,000	National Bank of Canada 2.404% Oct 28, 2019	457,582	457,069
800,000	Bell Canada Inc. 3.540% Jun 12, 2020	847,966	834,828	810,000	National Bank of Canada 1.957% Jun 30, 2022	810,000	801,942
825,000	Bell Canada Inc. 2.700% Feb 27, 2024	824,060	825,204	75,000	Power Corporation of Canada 7.570% Apr 22, 2019	90,128	82,182
800,000	Caisse Centrale Desjardins 2.091% Jan 17, 2022	802,854	799,005	40,000	Reliance Limited Partnership 4.075% Aug 2, 2021	39,979	41,386
800,000	Canadian Imperial Bank of Commerce Capital Trust 9.976% Jun 30, 2108	1,002,297	915,248	300,000	RioCan Real Estate Investment Trust 3.620% Jun 1, 2020	316,273	311,691
560,000	Canadian National Railway Company 2.750% Feb 18, 2021	585,855	577,353	700,000	Royal Bank of Canada 1.650% Jul 15, 2021	699,797	689,987
570,000	Canadian National Railway Company 2.800% Sep 22, 2025	573,939	586,234	900,000	Royal Bank of Canada Floating Rate 3.310% Jan 20, 2026	912,123	926,339
785,000	Canadian National Railway Company 3.950% Sep 22, 2045	799,448	866,883	475,000	Saputo Inc. 1.939% Jun 13, 2022	475,000	466,888
625,000	Canadian Natural Resources Limited 2.050% Jun 1, 2020	625,220	619,790	675,000	Saputo Inc. 2.827% Nov 21, 2023	675,000	683,663
300,000	Canadian Real Estate Investment Trust 2.951% Jan 18, 2023	299,991	297,122	875,000	Scotiabank Capital Trust Floating Rate 5.650% Dec 31, 2056	1,060,162	1,069,910
535,000	Capital Desjardins Inc. 5.187% May 5, 2020	598,657	581,307	960,000	Shoppers Drug Mart Corporation 2.360% May 24, 2018	969,475	966,919
375,000	Central 1 Credit Union 1.870% Mar 16, 2020	374,903	373,189	650,000	TD Capital Trust III Floating Rate 7.243% Dec 31, 2049	715,695	701,375
875,000	Choice Properties Real Estate Investment Trust 3.554% Jul 5, 2018	912,325	891,508	80,000	TD Capital Trust IV Floating Rate 6.631% Jun 30, 2108	96,112	91,780
460,000	CI Financial Corporation 2.775% Nov 25, 2021	460,000	463,679	720,000	Thomson Reuters Corporation 3.369% May 23, 2019	748,893	739,759
525,000	CT Real Estate Investment Trust 2.159% Jun 1, 2021	524,325	519,163	400,000	Toronto-Dominion Bank 4.859% Mar 4, 2031	426,163	450,210
465,000	Dollarama Inc. 3.095% Nov 5, 2018	478,838	473,450	520,000	Toronto-Dominion Bank Floating Rate 2.982% Sep 30, 2025	521,063	530,404
365,000	Enercare Solutions Inc. 3.380% Feb 21, 2022	364,934	368,451	600,000	Transcanada Trust Floating Rate 4.650% May 18, 2077	600,000	603,383
760,000	Ford Credit Canada Limited 3.700% Aug 2, 2018	785,794	775,182			35,396,227	35,217,623
380,000	Gaz Metro Inc. 3.530% May 16, 2047	379,582	390,581	Government Bonds (9.4%)			
880,000	GE Capital Canada Funding Company 4.600% Jan 26, 2022	1,015,062	975,016	4,210,000	Canada Housing Trust 2.350% Dec 15, 2018	4,352,466	4,282,177
650,000	General Motors Financial of Canada Limited 2.600% Jun 1, 2022	649,935	639,703	2,270,000	Canada Housing Trust 1.250% Dec 15, 2020	2,264,572	2,248,684
600,000	Hydro One Inc. 1.840% Feb 24, 2021	602,322	599,763	760,000	Government of Canada 1.750% Mar 1, 2019	770,336	768,532
390,000	Hydro One Inc. 3.720% Nov 18, 2047	390,299	409,901	3,265,000	Government of Canada 0.750% May 1, 2019	3,266,650	3,244,954
490,000	IGM Financial Inc. 3.440% Jan 26, 2027	489,672	499,745	1,010,000	Government of Canada 1.750% Sep 1, 2019	1,033,099	1,023,388
775,000	Intact Financial Corporation 2.850% Jun 7, 2027	774,868	759,557	1,615,000	Government of Canada 0.750% Sep 1, 2020	1,607,300	1,591,476
400,000	Laurentian Bank of Canada 2.810% Jun 13, 2019	406,080	405,668	2,575,000	Government of Canada 0.750% Sep 1, 2021	2,558,043	2,514,286
325,000	Laurentian Bank of Canada Floating Rate 3.132% Oct 19, 2022	332,800	326,218	880,000	Government of Canada 0.500% Mar 1, 2022	859,874	845,328
1,050,000	Leisureworld Senior Care Limited Partnership 3.474% Feb 3, 2021	1,111,032	1,095,262	300,000	Government of Canada 2.750% Jun 1, 2022	321,900	319,135
460,000	Loblaws Companies Limited 3.748% Mar 12, 2019	483,565	475,173	5,000	Government of Canada 1.000% Jun 1, 2027	4,742	4,660
790,000	Loblaws Companies Limited 4.860% Sep 12, 2023	889,264	883,599	1,150,000	Government of Canada 2.750% Dec 1, 2048	1,291,189	1,312,930
310,000	Magna International Inc. 3.100% Dec 15, 2022	314,325	320,099			18,330,171	18,155,550
575,000	Manitoba Telecom Services Inc. 4.000% May 27, 2024	607,359	615,545	Provincial Bonds (10.0%)			
350,000	Manufacturers Life Insurance Company 3.938% Sep 21, 2022	367,806	352,019	690,000	Newfoundland & Labrador Hydro 3.600% Dec 1, 2045	670,058	726,260
480,000	Manulife Bank of Canada 2.082% May 26, 2022	480,542	474,392	250,000	Province of Alberta 3.050% Dec 1, 2048	249,950	249,860
				930,000	Province of British Columbia 2.550% Jun 18, 2027	927,647	941,682

Empire Life Emblem Balanced Portfolio

Interim Schedule of Investment Portfolio (unaudited) continued
As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Provincial Bonds (10.0%) (continued)			
450,000	Province of British Columbia 2.800% Jun 18, 2048	453,610	441,991
820,000	Province of Manitoba 3.400% Sep 5, 2048	814,162	874,664
710,000	Province of New Brunswick 2.350% Aug 14, 2027	709,801	694,881
1,030,000	Province of New Brunswick 3.100% Aug 14, 2048	1,007,404	1,025,973
940,000	Province of Newfoundland and Labrador 3.700% Oct 17, 2048	939,267	1,023,848
380,000	Province of Ontario 2.850% Jun 2, 2023	402,052	396,579
1,510,000	Province of Ontario 2.400% Jun 2, 2026	1,536,923	1,511,326
990,000	Province of Ontario 2.600% Jun 2, 2027	987,317	1,002,284
2,370,000	Province of Ontario 2.900% Dec 2, 2046	2,260,487	2,342,272
2,530,000	Province of Ontario 2.800% Jun 2, 2048	2,507,548	2,461,140
600,000	Province of Quebec 3.500% Dec 1, 2022	657,581	646,903
800,000	Province of Quebec 2.500% Sep 1, 2026	822,043	807,877
1,300,000	Province of Quebec 2.750% Sep 1, 2027	1,311,024	1,334,646
1,720,000	Province of Quebec 3.500% Dec 1, 2045	1,816,525	1,901,098
260,000	Province of Quebec 3.500% Dec 1, 2048	284,275	290,772
500,000	Province of Saskatchewan 3.300% Jun 2, 2048	498,635	529,443
		18,856,309	19,203,499
U.S. Corporate Bonds (2.2%)			
750,000	Anheuser-Busch InBev Finance Inc. 2.600% May 15, 2024	749,813	743,059
600,000	Anheuser-Busch InBev Finance Inc. 4.320% May 15, 2047	600,000	623,951
375,000	Great-West Lifeco Finance Delaware Limited Partnership II Floating Rate 7.127% Jun 26, 2068	431,258	394,535
600,000	Molson Coors International Limited Partnership 2.840% Jul 15, 2023	602,880	598,610
1,100,000	PepsiCo Inc. 2.150% May 6, 2024	1,102,145	1,085,964
760,000	United Parcel Service Inc. 2.125% May 21, 2024	758,571	749,254
		4,244,667	4,195,373
	Total Bonds	76,827,374	76,772,045
Short-term Investments (6.6%)			
Term Deposit Receipts (6.6%)			
12,681,000	Royal Bank of Canada 0.450% Jul 4, 2017	12,681,000	12,681,156
		12,681,000	12,681,156
	Total Short-term Investments	12,681,000	12,681,156
	Total Investment Portfolio Including Transaction Costs (99.3%)	185,718,331	191,666,868
	Transaction costs	(94,128)	—
	Total Investments	185,624,203	191,666,868

Empire Life Emblem Moderate Growth Portfolio

Interim Statements of Financial Position (unaudited)

As at	June 30, 2017	December 31, 2016
Assets		
Current assets		
Investments at fair value (Note 3)	\$ 284,559,530	\$ 225,848,994
Unrealized gain on forward foreign currency contracts (Note 3)	—	—
Purchased options (Note 3)	—	—
Cash	—	263,960
Margin account asset	—	—
Receivable for units issued	881,797	3,036,561
Receivable for investments sold	1,617,211	2,234,327
Interest and dividends receivable	799,802	660,747
Other receivable	9,972	—
Total Assets	287,868,312	232,044,589
Liabilities		
Current liabilities		
Unrealized loss on forward foreign currency contracts (Note 3)	—	—
Written options liability (Note 3)	—	—
Bank overdraft	542,348	—
Margin account liability	—	—
Accrued management fees	897,007	408,969
Accrued expenses	39,661	17,154
Payable for units redeemed	69,539	109,585
Payable for investments purchased	4,262,580	6,599,586
Payable for distributions	38,519	36,327
Total Liabilities (excluding Net Assets Attributable to Holders of Redeemable Units)	5,849,654	7,171,621
Net Assets Attributable to Holders of Redeemable Units	\$ 282,018,658	\$ 224,872,968

As at	Number of Units Outstanding (Note 7)		Net Assets Attributable to Holders of Redeemable Units per Unit		Net Assets Attributable to Holders of Redeemable Units	
	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016
Series A	2,552,280	2,687,804	\$ 13.51	\$ 13.32	\$ 34,468,115	\$ 35,798,967
Series F	170,381	164,577	\$ 13.43	\$ 13.16	2,287,462	2,166,163
Series T6	447,219	429,459	\$ 9.81	\$ 9.97	4,387,896	4,282,405
Series T8	381,645	360,189	\$ 8.72	\$ 8.96	3,329,045	3,225,753
Series I	16,440,791	12,737,854	\$ 14.45	\$ 14.08	237,546,140	179,399,680
Total					\$ 282,018,658	\$ 224,872,968



Mark Sylvia

President, Chief Executive Officer and Chair
Empire Life Investments Inc.



Scott Ewert

Director
Empire Life Investments Inc.

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Moderate Growth Portfolio

Interim Statements of Comprehensive Income (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Income		
Net gain (loss) on investments and derivatives		
Interest for distribution purposes	\$ 1,017,971	\$ 631,143
Dividends	2,401,234	1,360,310
Net realized gain (loss) on investments	3,821,326	135,460
Change in unrealized appreciation (depreciation) on investments	(995,388)	2,118,586
Total net gain (loss) on investments	6,245,143	4,245,499
Net realized gain (loss) on derivatives	—	7,278
Change in unrealized appreciation (depreciation) on derivatives	—	1,239
Total net gain (loss) on derivatives	—	8,517
Total net gain (loss) on investments and derivatives	6,245,143	4,254,016
Other income		
Foreign currency gain (loss) on cash and other net assets	(39,616)	(49,715)
Other income	990	—
Total Income	6,206,517	4,204,301
Expenses		
Management fee (Note 5)	474,705	453,121
Securityholder reporting costs	12,133	954
Administrative fees	83,067	104,767
Custodian fees	24,528	16,685
Audit fees	14,270	10,887
Legal fees	6,680	3,062
Interest and borrowing costs	5,819	19
Independent Review Committee fees	3,370	9,780
Foreign withholding tax	95,155	65,211
Transaction costs	114,033	97,489
Total Expenses before Manager Absorption	833,760	761,975
Less: Expenses Absorbed by Manager	121,750	126,498
Total Expenses after Manager Absorption (Note 5)	712,010	635,477
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	\$ 5,494,507	\$ 3,568,824

For the six months ended	Weighted Average Number of Units Outstanding		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Unit		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Series	
	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016
Series A	2,612,031	2,754,411	\$ 0.20	\$ 0.15	\$ 512,098	\$ 420,440
Series F	165,143	155,391	\$ 0.27	\$ 0.22	44,084	36,051
Series T6	440,164	412,069	\$ 0.14	\$ 0.14	62,567	62,449
Series T8	369,412	321,936	\$ 0.13	\$ 0.12	47,606	42,473
Series I	14,633,911	8,176,608	\$ 0.33	\$ 0.37	4,828,152	3,007,411
Total					\$ 5,494,507	\$ 3,568,824

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Moderate Growth Portfolio

Interim Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

For the six months ended June 30, 2017	Series A	Series F	Series T6	Series T8	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 35,798,967	\$ 2,166,163	\$ 4,282,405	\$ 3,225,753	\$ 179,399,680	\$ 224,872,968
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	512,098	44,084	62,567	47,606	4,828,152	5,494,507
Redeemable Unit Transactions						
Proceeds from redeemable units issued	2,483,033	237,710	250,682	261,595	53,710,932	56,943,952
Reinvestments of distributions to holders of redeemable units	10,054	1,204	21,988	5,430	—	38,676
Redemption of redeemable units	(4,323,706)	(160,288)	(94,679)	(75,166)	(392,624)	(5,046,463)
Net Increase (Decrease) from Redeemable Unit Transactions	(1,830,619)	78,626	177,991	191,859	53,318,308	51,936,165
Distributions to Holders of Redeemable Units						
Net investment income	(12,331)	(1,411)	(2,993)	(3,397)	—	(20,132)
Capital gains	—	—	—	—	—	—
Return of capital	—	—	(132,074)	(132,776)	—	(264,850)
Total Distributions to Holders of Redeemable Units	(12,331)	(1,411)	(135,067)	(136,173)	—	(284,982)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	(1,330,852)	121,299	105,491	103,292	58,146,460	57,145,690
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 34,468,115	\$ 2,287,462	\$ 4,387,896	\$ 3,329,045	\$ 237,546,140	\$ 282,018,658
For the six months ended June 30, 2016	Series A	Series F	Series T6	Series T8	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 33,917,721	\$ 1,872,437	\$ 3,837,671	\$ 2,683,221	\$ 90,615,997	\$ 132,927,047
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	420,440	36,051	62,449	42,473	3,007,411	3,568,824
Redeemable Unit Transactions						
Proceeds from redeemable units issued	3,746,887	178,298	772,263	426,550	33,935,808	39,059,806
Reinvestments of distributions to holders of redeemable units	(50)	—	17,050	1,372	—	18,372
Redemption of redeemable units	(2,652,593)	(177,445)	(392,881)	(32,451)	(720,485)	(3,975,855)
Net Increase (Decrease) from Redeemable Unit Transactions	1,094,244	853	396,432	395,471	33,215,323	35,102,323
Distributions to Holders of Redeemable Units						
Net investment income	(12,134)	(1,117)	(2,742)	(2,547)	—	(18,540)
Capital gains	—	—	—	—	—	—
Return of capital	—	—	(123,892)	(118,962)	—	(242,854)
Total Distributions to Holders of Redeemable Units	(12,134)	(1,117)	(126,634)	(121,509)	—	(261,394)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	1,502,550	35,787	332,247	316,435	36,222,734	38,409,753
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 35,420,271	\$ 1,908,224	\$ 4,169,918	\$ 2,999,656	\$ 126,838,731	\$ 171,336,800

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Moderate Growth Portfolio

Interim Statements of Cash Flows (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Cash Flow from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 5,494,507	\$ 3,568,824
Adjustments for:		
Foreign currency (gain) loss on cash	45,753	193,149
Net realized (gain) loss on investments	(3,821,326)	(135,460)
Net realized (gain) loss on derivatives	—	(7,278)
Change in unrealized (appreciation) depreciation on investments	995,388	(2,118,586)
Change in unrealized (appreciation) depreciation on derivatives	—	(1,239)
(Increase) decrease in interest and dividends receivable	(139,055)	(73,637)
(Increase) decrease in accrued interest for short-term investments	(2,040)	—
(Increase) decrease in other receivables	(9,972)	(32,562)
Increase (decrease) in accrued liabilities	510,545	1,899
Purchase of investments	(2,007,073,964)	(390,379,597)
Proceeds from sales of investments	1,949,471,516	363,452,573
Proceeds from (to) settlement of derivatives	—	8,788
Net Cash Generated (Used) by Operating Activities	\$ (54,528,648)	\$ (25,523,126)
Cash Flow from Financing Activities		
Distributions to holders of redeemable units, net of reinvested distributions	\$ (244,114)	\$ (240,301)
Proceeds from redeemable units issued	59,098,716	39,861,765
Amount paid on redemption of redeemable units	(5,086,509)	(3,734,931)
Net Cash Generated (Used) by Financing Activities	\$ 53,768,093	\$ 35,886,533
Foreign currency gain (loss) on cash	\$ (45,753)	\$ (193,149)
Net increase (decrease) in cash	(760,555)	10,363,407
Cash (overdraft) beginning of period	263,960	4,299,887
Cash (Overdraft) End of Period	\$ (542,348)	\$ 14,470,145
Items Classified as Operating Activities		
Interest received, net of withholding tax	\$ 1,032,481	\$ 611,724
Dividends received, net of withholding tax	\$ 2,150,452	\$ 1,240,881

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Moderate Growth Portfolio

Interim Schedule of Investment Portfolio (unaudited) As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Equities (69.0%)				Energy (10.3%) (continued)			
Consumer Discretionary (4.2%)				7,263	Parkland Fuel Corporation Restricted Shares	201,185	215,784
750	Charter Communications Inc.	262,209	328,101	113,469	Peyto Exploration & Development Corporation	3,354,344	2,668,791
29,635	Cineplex Inc.	1,450,277	1,566,506	832	Pioneer Natural Resources Company	184,269	172,429
15,707	Comcast Corporation 'A'	687,894	793,917	153,320	PrairieSky Royalty Limited	4,178,360	4,527,539
50,253	Gildan Activewear Inc.	1,891,912	2,002,582	10,267	Royal Dutch Shell PLC 'A' ADR	348,615	352,458
4,621	Las Vegas Sands Corporation	343,329	383,423	17,262	Statoil ASA	393,612	370,396
7,651	Lowe's Companies Inc.	829,876	770,366	110,239	Suncor Energy Inc.	4,218,680	4,176,956
6,594	Newell Brands Inc.	437,251	459,182			31,491,586	29,230,750
2,226	Nitori Holdings Company Limited	450,605	386,964	Financials (19.6%)			
4,473	ProSiebenSat.1 Media AG	248,023	242,762	10,215	Admiral Group PLC	333,359	345,158
75,565	Samsonite International SA	351,494	409,821	735	American Express Company	73,285	80,411
103,990	Shaw Communications Inc. 'B'	2,792,530	2,941,876	54,288	Bank of Montreal	4,565,700	5,169,303
1,800	Shimano Inc.	359,727	369,915	94,858	Bank of Nova Scotia	6,445,856	7,399,872
8,644	Sony Corporation	357,146	428,218	5,034	BB&T Corporation	287,728	296,875
1,152	Starbucks Corporation	86,215	87,238	567	BlackRock Inc.	278,793	311,047
142	The Priceline Group Inc.	259,219	344,953	94,834	Brookfield Asset Management Inc. 'A'	4,241,795	4,826,102
2,271	The Walt Disney Company	328,985	313,369	4,936	Canadian Imperial Bank of Commerce	514,347	520,205
		11,136,692	11,829,193	3,929	Chubb Limited	713,887	741,816
Consumer Staples (6.4%)				20,745	CI Financial Corporation	556,803	573,392
63,851	Alimentation Couche-Tard Inc. 'B'	3,621,769	3,968,978	3,242	CME Group Inc.	457,953	527,309
7,078	Associated British Foods PLC	327,889	350,563	8,826	Danske Bank AS	384,045	440,291
4,192	British American Tobacco PLC	350,268	370,130	81,637	Great-West Lifeco Inc.	2,812,721	2,869,541
1,491	Constellation Brands Inc. 'A'	312,388	375,132	3,361	HDFC Bank Limited ADR	327,850	379,618
2,398	Costco Wholesale Corporation	515,078	498,068	32,836	Intact Financial Corporation	2,931,702	3,216,615
3,725	CVS Health Corporation	403,101	389,238	112,410	Intesa Sanpaolo SpA	396,388	462,221
3,178	Heineken NV	371,029	400,739	4,315	JPMorgan Chase & Company	418,717	512,196
7,648	Japan Tobacco Inc.	373,393	348,909	4,744	KBC Group NV	396,400	466,663
32,899	Loblaw Companies Limited	2,250,453	2,373,334	3,286	Macquarie Group Limited	277,894	289,696
52,456	Metro Inc.	2,057,897	2,238,822	58,313	Manulife Financial Corporation	1,262,142	1,417,589
22,699	Molson Coors Brewing Company	2,849,614	2,545,235	5,721	Marsh & McLennan Companies Inc.	490,044	579,233
3,788	PepsiCo Inc.	524,238	568,151	32,421	Power Financial Corporation	1,054,751	1,078,647
1,829	Philip Morris International Inc.	240,286	278,982	14,586	Prudential PLC	409,790	433,306
2,889	Reckitt Benckiser Group PLC	364,761	379,358	84,925	Royal Bank of Canada	6,889,935	7,996,537
48,424	Saputo Inc.	1,833,503	1,997,490	1,657	S&P Global Inc.	241,900	314,163
7,197	Seven & i Holdings Company Limited	396,407	384,984	6,383	Sampo Oyj 'A'	405,848	424,235
4,128	The Procter & Gamble Company	460,937	467,215	7,775	Sumitomo Mitsui Financial Group Inc.	387,282	393,526
		17,253,011	17,935,328	46,153	Sun Life Financial Inc.	1,992,483	2,139,653
Energy (10.3%)				3,123	Swiss Re AG	374,317	371,216
36,159	ARC Resources Limited	756,036	613,257	3,405	The PNC Financial Services Group Inc.	548,540	552,185
81,515	Canadian Natural Resources Limited	3,027,476	3,050,291	117,779	Toronto-Dominion Bank	6,809,029	7,696,858
237,383	Cenovus Energy Inc.	3,949,585	2,269,380	506	Trisura Group Limited	10,534	10,980
2,214	Chevron Corporation	301,517	299,983	37,526	Wells Fargo & Company	2,649,583	2,700,410
76,247	Enbridge Inc.	3,936,761	3,938,920			49,941,401	55,536,869
15,526	Enerflex Limited	238,071	292,199	Health Care (3.0%)			
85,044	Ensign Energy Services Inc.	677,737	589,355	1,549	Anthem Inc.	393,403	378,459
3,845	Exxon Mobil Corporation	428,633	403,126	5,304	Baxter International Inc.	308,938	417,018
2,220	Halliburton Company	159,136	123,138	1,714	Becton, Dickinson and Company	361,155	434,310
67,558	Inter Pipeline Limited	1,748,289	1,715,973	6,799	Cardinal Health Inc.	666,613	688,023
61,947	Keyera Corporation	2,439,235	2,528,677	741	Celgene Corporation	117,466	124,979
3,328	Occidental Petroleum Corporation	280,054	258,763	2,924	CSL Limited	342,219	402,052
22,327	Parkland Fuel Corporation	669,991	663,335				

Empire Life Emblem Moderate Growth Portfolio

Interim Schedule of Investment Portfolio (unaudited) continued

As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Bonds (24.6%)				Canadian Corporate Bonds (10.7%) (continued)			
Canadian Corporate Bonds (10.7%)							
525,000	407 International Inc. 2.430% May 4, 2027	527,174	519,841	660,000	Metro Inc. 3.200% Dec 1, 2021	688,352	683,426
400,000	407 International Inc. 3.600% May 21, 2047	406,936	415,263	200,000	Metro Inc. 5.970% Oct 15, 2035	226,344	248,291
670,000	Alectra Inc. 2.488% May 17, 2027	670,464	660,176	500,000	National Bank of Canada 2.794% Aug 9, 2018	512,698	507,360
150,000	Bank of Montreal 1.610% Oct 28, 2021	149,993	147,285	650,000	National Bank of Canada 2.404% Oct 28, 2019	663,014	660,211
410,000	Bank of Nova Scotia 1.830% Apr 27, 2022	409,844	403,761	1,450,000	National Bank of Canada 1.957% Jun 30, 2022	1,450,000	1,435,575
545,000	Bank of Nova Scotia 2.290% Jun 28, 2024	544,967	540,134	115,000	Power Corporation of Canada 7.570% Apr 22, 2019	138,196	126,012
700,000	Bell Canada Inc. 3.540% Jun 12, 2020	741,828	730,474	70,000	Reliance Limited Partnership 4.075% Aug 2, 2021	69,979	72,426
700,000	Bell Canada Inc. 2.700% Feb 27, 2024	699,202	700,173	280,000	RioCan Real Estate Investment Trust 3.620% Jun 1, 2020	295,075	290,912
685,000	Caisse Centrale Desjardins 2.091% Jan 17, 2022	687,502	684,148	555,000	Royal Bank of Canada 1.650% Jul 15, 2021	554,839	547,061
650,000	Canadian Imperial Bank of Commerce Capital Trust 9.976% Jun 30, 2108	821,138	743,639	800,000	Royal Bank of Canada Floating Rate 3.310% Jan 20, 2026	817,339	823,413
450,000	Canadian National Railway Company 2.750% Feb 18, 2021	470,777	463,944	410,000	Saputo Inc. 1.939% Jun 13, 2022	410,000	402,998
520,000	Canadian National Railway Company 2.800% Sep 22, 2025	523,593	534,810	535,000	Saputo Inc. 2.827% Nov 21, 2023	535,000	541,866
800,000	Canadian National Railway Company 3.950% Sep 22, 2045	818,794	883,448	700,000	Scotiabank Capital Trust Floating Rate 5.650% Dec 31, 2056	864,554	855,928
550,000	Canadian Natural Resources Limited 2.050% Jun 1, 2020	550,175	545,415	840,000	Shoppers Drug Mart Corporation 2.360% May 24, 2018	848,291	846,054
425,000	Capital Desjardins Inc. 5.187% May 5, 2020	475,571	461,786	575,000	TD Capital Trust III Floating Rate 7.243% Dec 31, 2049	634,579	620,447
325,000	Central 1 Credit Union 1.870% Mar 16, 2020	324,916	323,430	120,000	TD Capital Trust IV Floating Rate 6.631% Jun 30, 2108	144,168	137,670
690,000	Choice Properties Real Estate Investment Trust 3.554% Jul 5, 2018	720,913	703,018	575,000	Thomson Reuters Corporation 3.369% May 23, 2019	598,068	590,780
370,000	CI Financial Corporation 2.775% Nov 25, 2021	370,000	372,959	325,000	Toronto-Dominion Bank 4.859% Mar 4, 2031	347,313	365,796
420,000	CT Real Estate Investment Trust 2.159% Jun 1, 2021	419,450	415,330	400,000	Toronto-Dominion Bank Floating Rate 2.982% Sep 30, 2025	400,118	408,003
400,000	Dollarama Inc. 3.095% Nov 5, 2018	411,904	407,269	525,000	Transcanada Trust Floating Rate 4.650% May 18, 2077	525,000	527,960
315,000	Enercare Solutions Inc. 3.380% Feb 21, 2022	314,943	317,979			30,500,397	30,300,907
670,000	Ford Credit Canada Limited 3.700% Aug 2, 2018	690,047	683,384	Government Bonds (6.7%)			
335,000	Gaz Metro Inc. 3.530% May 16, 2047	334,632	344,328	3,135,000	Canada Housing Trust 2.350% Dec 15, 2018	3,241,478	3,188,747
700,000	GE Capital Canada Funding Company 4.600% Jan 26, 2022	807,968	775,581	1,930,000	Canada Housing Trust 1.250% Dec 15, 2020	1,925,350	1,911,876
575,000	General Motors Financial of Canada Limited 2.600% Jun 1, 2022	574,943	565,891	630,000	Government of Canada 1.750% Mar 1, 2019	638,568	637,072
475,000	Hydro One Inc. 1.840% Feb 24, 2021	476,838	474,812	4,470,000	Government of Canada 0.750% May 1, 2019	4,471,304	4,442,556
310,000	Hydro One Inc. 3.720% Nov 18, 2047	310,224	325,818	845,000	Government of Canada 1.750% Sep 1, 2019	864,325	856,201
400,000	IGM Financial Inc. 3.440% Jan 26, 2027	399,732	407,956	1,375,000	Government of Canada 0.750% Sep 1, 2020	1,368,754	1,354,971
700,000	Intact Financial Corporation 2.850% Jun 7, 2027	699,881	686,052	1,800,000	Government of Canada 0.750% Sep 1, 2021	1,788,050	1,757,559
150,000	Laurentian Bank of Canada 2.810% Jun 13, 2019	150,635	152,126	905,000	Government of Canada 0.500% Mar 1, 2022	884,351	869,343
300,000	Laurentian Bank of Canada Floating Rate 3.132% Oct 19, 2022	307,239	301,125	190,000	Government of Canada 2.750% Jun 1, 2022	203,870	202,119
925,000	Leisureworld Senior Care Limited Partnership 3.474% Feb 3, 2021	978,465	964,874	2,000,000	Government of Canada 1.000% Jun 1, 2027	1,888,400	1,864,008
410,000	Loblaw Companies Limited 3.748% Mar 12, 2019	431,701	423,524	1,465,000	Government of Canada 2.750% Dec 1, 2048	1,621,315	1,672,559
620,000	Loblaw Companies Limited 4.860% Sep 12, 2023	705,048	693,457			18,895,765	18,757,011
275,000	Magna International Inc. 3.100% Dec 15, 2022	278,079	283,959	Provincial Bonds (5.8%)			
650,000	Manitoba Telecom Services Inc. 4.000% May 27, 2024	686,910	695,833	620,000	Newfoundland & Labrador Hydro 3.600% Dec 1, 2045	603,726	652,581
300,000	Manufacturers Life Insurance Company 3.938% Sep 21, 2022	315,327	301,731	110,000	Province of Alberta 3.050% Dec 1, 2048	109,978	109,938
430,000	Manulife Bank of Canada 2.082% May 26, 2022	430,486	424,977	820,000	Province of British Columbia 2.550% Jun 18, 2027	817,925	830,300
115,000	Manulife Financial Capital Trust II Floating Rate 7.405% Dec 31, 2108	139,231	129,008	370,000	Province of British Columbia 2.800% Jun 18, 2048	372,031	363,415
				670,000	Province of Manitoba 3.400% Sep 5, 2048	665,230	714,664

Empire Life Emblem Moderate Growth Portfolio

Interim Schedule of Investment Portfolio (unaudited) continued

As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Provincial Bonds (5.8%) (continued)			
630,000	Province of New Brunswick 2.350% Aug 14, 2027	629,824	616,584
930,000	Province of New Brunswick 3.100% Aug 14, 2048	908,237	926,364
770,000	Province of Newfoundland and Labrador 3.700% Oct 17, 2048	769,399	838,684
345,000	Province of Ontario 2.850% Jun 2, 2023	348,970	360,052
1,230,000	Province of Ontario 2.400% Jun 2, 2026	1,251,190	1,231,080
830,000	Province of Ontario 2.600% Jun 2, 2027	827,751	840,299
2,100,000	Province of Ontario 2.900% Dec 2, 2046	2,000,699	2,075,431
2,270,000	Province of Ontario 2.800% Jun 2, 2048	2,231,385	2,208,216
540,000	Province of Quebec 3.500% Dec 1, 2022	585,841	582,213
500,000	Province of Quebec 2.500% Sep 1, 2026	515,813	504,923
1,100,000	Province of Quebec 2.750% Sep 1, 2027	1,109,328	1,129,316
1,530,000	Province of Quebec 3.500% Dec 1, 2045	1,610,748	1,691,093
100,000	Province of Quebec 3.500% Dec 1, 2048	109,127	111,836
500,000	Province of Saskatchewan 3.300% Jun 2, 2048	498,635	529,443
		15,965,837	16,316,432
U.S. Corporate Bonds (1.4%)			
675,000	Anheuser-Busch InBev Finance Inc. 2.600% May 15, 2024	674,831	668,753
540,000	Anheuser-Busch InBev Finance Inc. 4.320% May 15, 2047	540,000	561,556
515,000	Great-West Lifeco Finance Delaware Limited Partnership II Floating Rate 7.127% Jun 26, 2068	585,344	541,828
475,000	Molson Coors International Limited Partnership 2.840% Jul 15, 2023	477,155	473,900
1,000,000	PepsiCo Inc. 2.150% May 6, 2024	1,002,019	987,240
670,000	United Parcel Service Inc. 2.125% May 21, 2024	668,740	660,527
		3,948,089	3,893,804
Total Bonds		69,310,088	69,268,154
Short-term Investments (7.3%)			
Term Deposit Receipts (1.9%)			
5,470,000	Royal Bank of Canada 0.450% Jul 4, 2017	5,470,000	5,470,067
		5,470,000	5,470,067
Treasury Bills (5.4%)			
5,000,000	Government of Canada 0.461% Jul 5, 2017	4,998,800	4,999,747
10,000,000	Government of Canada 0.507% Jul 10, 2017	9,997,500	9,998,750
		14,996,300	14,998,497
Total Short-term Investments		20,466,300	20,468,564
Total Investment Portfolio Including Transaction Costs (100.9%)		272,789,082	284,559,530
Transaction costs		(162,157)	—
Total Investments		272,626,925	284,559,530

Empire Life Emblem Growth Portfolio

Interim Statements of Financial Position (unaudited)

As at	June 30, 2017	December 31, 2016
Assets		
Current assets		
Investments at fair value (Note 3)	\$ 198,381,151	\$ 154,759,560
Unrealized gain on forward foreign currency contracts (Note 3)	—	—
Purchased options (Note 3)	—	—
Cash	—	727,226
Margin account asset	—	—
Receivable for units issued	992,451	2,662,547
Receivable for investments sold	1,207,483	2,045,281
Interest and dividends receivable	513,782	388,837
Other receivable	6,537	—
Total Assets	201,101,404	160,583,451
Liabilities		
Current liabilities		
Unrealized loss on forward foreign currency contracts (Note 3)	—	—
Written options liability (Note 3)	—	—
Bank overdraft	39,357	—
Margin account liability	—	—
Accrued management fees	482,386	206,935
Accrued expenses	22,355	9,833
Payable for units redeemed	2,577	17,173
Payable for investments purchased	2,121,229	6,532,339
Payable for distributions	23,885	20,947
Total Liabilities (excluding Net Assets Attributable to Holders of Redeemable Units)	2,691,789	6,787,227
Net Assets Attributable to Holders of Redeemable Units	\$ 198,409,615	\$ 153,796,224

As at	Number of Units Outstanding (Note 7)		Net Assets Attributable to Holders of Redeemable Units per Unit		Net Assets Attributable to Holders of Redeemable Units	
	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016
Series A	1,292,036	1,272,546	\$ 14.02	\$ 13.86	\$ 18,115,242	\$ 17,635,193
Series F	86,918	84,465	\$ 14.11	\$ 13.86	1,226,144	1,170,425
Series T6	389,870	321,789	\$ 10.13	\$ 10.31	3,947,440	3,318,515
Series T8	184,820	186,265	\$ 9.09	\$ 9.35	1,679,601	1,741,778
Series I	11,437,005	8,772,599	\$ 15.17	\$ 14.81	173,441,188	129,930,313
Total					\$ 198,409,615	\$ 153,796,224



Mark Sylvia

President, Chief Executive Officer and Chair
Empire Life Investments Inc.



Scott Ewert

Director
Empire Life Investments Inc.

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Growth Portfolio

Interim Statements of Comprehensive Income (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Income		
Net gain (loss) on investments and derivatives		
Interest for distribution purposes	\$ 348,385	\$ 205,135
Dividends	2,045,160	1,112,431
Net realized gain (loss) on investments	3,497,223	(278,110)
Change in unrealized appreciation (depreciation) on investments	(1,959,660)	2,339,688
Total net gain (loss) on investments	3,931,108	3,379,144
Net realized gain (loss) on derivatives	—	4,432
Change in unrealized appreciation (depreciation) on derivatives	—	1,067
Total net gain (loss) on derivatives	—	5,499
Total net gain (loss) on investments and derivatives	3,931,108	3,384,643
Other income		
Foreign currency gain (loss) on cash and other net assets	(37,521)	(22,180)
Other income	512	—
Total Income	3,894,099	3,362,463
Expenses		
Management fee (Note 5)	266,803	226,791
Securityholder reporting costs	7,618	954
Administrative fees	60,557	73,205
Custodian fees	25,115	11,074
Audit fees	14,270	10,887
Legal fees	6,680	3,062
Interest and borrowing costs	3,297	18
Independent Review Committee fees	3,370	6,474
Foreign withholding tax	69,978	49,514
Transaction costs	94,902	61,694
Total Expenses before Manager Absorption	552,590	443,673
Less: Expenses Absorbed by Manager	105,042	94,646
Total Expenses after Manager Absorption (Note 5)	447,548	349,027
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	\$ 3,446,551	\$ 3,013,436

For the six months ended	Weighted Average Number of Units Outstanding		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Unit		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Series	
	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016
Series A	1,298,223	1,264,404	\$ 0.17	\$ 0.24	\$ 220,239	\$ 310,044
Series F	88,408	76,338	\$ 0.24	\$ 0.32	20,935	24,517
Series T6	365,970	312,734	\$ 0.12	\$ 0.11	43,274	34,367
Series T8	181,079	147,276	\$ 0.10	\$ 0.16	18,374	24,369
Series I	10,070,453	5,815,116	\$ 0.31	\$ 0.45	3,143,729	2,620,139
Total					\$ 3,446,551	\$ 3,013,436

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Growth Portfolio

Interim Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

For the six months ended June 30, 2017	Series A	Series F	Series T6	Series T8	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 17,635,193	\$ 1,170,425	\$ 3,318,515	\$ 1,741,778	\$ 129,930,313	\$ 153,796,224
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	220,239	20,935	43,274	18,374	3,143,729	3,446,551
Redeemable Unit Transactions						
Proceeds from redeemable units issued	1,931,085	385,724	751,709	316,158	41,863,650	45,248,326
Reinvestments of distributions to holders of redeemable units	7,199	295	29,927	7,753	—	45,174
Redemption of redeemable units	(1,669,406)	(350,879)	(79,766)	(335,659)	(1,496,504)	(3,932,214)
Net Increase (Decrease) from Redeemable Unit Transactions	268,878	35,140	701,870	(11,748)	40,367,146	41,361,286
Distributions to Holders of Redeemable Units						
Net investment income	(9,068)	(356)	(1,718)	(894)	—	(12,036)
Capital gains	—	—	—	—	—	—
Return of capital	—	—	(114,501)	(67,909)	—	(182,410)
Total Distributions to Holders of Redeemable Units	(9,068)	(356)	(116,219)	(68,803)	—	(194,446)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	480,049	55,719	628,925	(62,177)	43,510,875	44,613,391
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 18,115,242	\$ 1,226,144	\$ 3,947,440	\$ 1,679,601	\$ 173,441,188	\$ 198,409,615
For the six months ended June 30, 2016	Series A	Series F	Series T6	Series T8	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 14,962,696	\$ 931,306	\$ 3,558,087	\$ 1,345,318	\$ 67,817,952	\$ 88,615,359
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	310,044	24,517	34,367	24,369	2,620,139	3,013,436
Redeemable Unit Transactions						
Proceeds from redeemable units issued	2,454,194	124,822	326,048	347,580	22,122,131	25,374,775
Reinvestments of distributions to holders of redeemable units	—	—	21,946	7,187	—	29,133
Redemption of redeemable units	(1,010,833)	(80,867)	(827,504)	(119,315)	(1,223,951)	(3,262,470)
Net Increase (Decrease) from Redeemable Unit Transactions	1,443,361	43,955	(479,510)	235,452	20,898,180	22,141,438
Distributions to Holders of Redeemable Units						
Net investment income	(8,336)	(322)	(1,351)	(315)	—	(10,324)
Capital gains	—	—	—	—	—	—
Return of capital	—	—	(91,622)	(55,268)	—	(146,890)
Total Distributions to Holders of Redeemable Units	(8,336)	(322)	(92,973)	(55,583)	—	(157,214)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	1,745,069	68,150	(538,116)	204,238	23,518,319	24,997,660
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 16,707,765	\$ 999,456	\$ 3,019,971	\$ 1,549,556	\$ 91,336,271	\$ 113,613,019

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Growth Portfolio

Interim Statements of Cash Flows (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Cash Flow from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 3,446,551	\$ 3,013,436
Adjustments for:		
Foreign currency (gain) loss on cash	16,399	66,192
Net realized (gain) loss on investments	(3,497,223)	278,110
Net realized (gain) loss on derivatives	—	(4,432)
Change in unrealized (appreciation) depreciation on investments	1,959,660	(2,339,688)
Change in unrealized (appreciation) depreciation on derivatives	—	(1,067)
(Increase) decrease in interest and dividends receivable	(124,945)	(33,387)
(Increase) decrease in accrued interest for short-term investments	(1,575)	—
(Increase) decrease in other receivables	(6,537)	(126,179)
Increase (decrease) in accrued liabilities	287,973	1,216
Purchase of investments	(1,386,040,738)	(197,402,036)
Proceeds from sales of investments	1,340,384,973	180,262,593
Proceeds from (to) settlement of derivatives	—	5,732
Net Cash Generated (Used) by Operating Activities	\$ (43,575,462)	\$ (16,279,510)
Cash Flow from Financing Activities		
Distributions to holders of redeemable units, net of reinvested distributions	\$ (146,334)	\$ (130,069)
Proceeds from redeemable units issued	46,918,422	25,869,881
Amount paid on redemption of redeemable units	(3,946,810)	(2,960,555)
Net Cash Generated (Used) by Financing Activities	\$ 42,825,278	\$ 22,779,257
Foreign currency gain (loss) on cash	\$ (16,399)	\$ (66,192)
Net increase (decrease) in cash	(750,184)	6,499,747
Cash (overdraft) beginning of period	727,226	2,737,417
Cash (Overdraft) End of Period	\$ (39,357)	\$ 9,170,972
Items Classified as Operating Activities		
Interest received, net of withholding tax	\$ 351,630	\$ 199,714
Dividends received, net of withholding tax	\$ 1,845,402	\$ 1,034,951

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Growth Portfolio

Interim Schedule of Investment Portfolio (unaudited)

As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Equities (82.7%)				Energy (12.8%) (continued)			
Consumer Discretionary (4.8%)				6,740	Parkland Fuel Corporation Restricted Shares	186,698	200,245
493	Charter Communications Inc.	170,427	215,671	100,251	Peyto Exploration & Development Corporation	2,962,753	2,357,904
26,202	Cineplex Inc.	1,285,525	1,385,038	547	Pioneer Natural Resources Company	121,925	113,364
10,398	Comcast Corporation 'A'	452,558	525,572	135,503	PrairieSky Royalty Limited	3,751,494	4,001,404
44,455	Gildan Activewear Inc.	1,671,858	1,771,532	7,704	Royal Dutch Shell PLC 'A' ADR	262,403	264,472
3,476	Las Vegas Sands Corporation	261,657	288,418	12,954	Statoil ASA	294,203	277,958
5,027	Lowe's Companies Inc.	546,102	506,160	97,471	Suncor Energy Inc.	3,743,141	3,693,176
4,333	Newell Brands Inc.	286,079	301,734			27,489,008	25,466,575
1,669	Nitori Holdings Company Limited	337,112	290,136	Financials (24.1%)			
3,355	ProSiebenSat.1 Media AG	185,995	182,085	7,629	Admiral Group PLC	250,122	257,779
56,578	Samsonite International SA	266,949	306,846	484	American Express Company	48,096	52,951
91,968	Shaw Communications Inc. 'B'	2,467,488	2,601,774	47,943	Bank of Montreal	4,068,582	4,565,132
1,352	Shimano Inc.	271,576	277,847	83,827	Bank of Nova Scotia	5,743,933	6,539,344
6,473	Sony Corporation	272,522	320,668	3,308	BB&T Corporation	189,402	195,086
757	Starbucks Corporation	56,218	57,326	373	BlackRock Inc.	182,058	204,622
94	The Priceline Group Inc.	169,784	228,349	83,800	Brookfield Asset Management Inc. 'A'	3,755,703	4,264,582
1,494	The Walt Disney Company	216,752	206,153	4,371	Canadian Imperial Bank of Commerce	455,053	460,660
		8,918,602	9,465,309	2,582	Chubb Limited	467,474	487,495
Consumer Staples (7.6%)				18,445	CI Financial Corporation	495,728	509,820
56,432	Alimentation Couche-Tard Inc. 'B'	3,250,718	3,507,812	2,130	CME Group Inc.	299,517	346,443
5,312	Associated British Foods PLC	247,560	263,095	6,620	Danske Bank AS	291,938	330,243
3,147	British American Tobacco PLC	265,897	277,862	72,094	Great-West Lifeco Inc.	2,478,281	2,534,104
987	Constellation Brands Inc. 'A'	204,926	248,327	2,529	HDFC Bank Limited ADR	250,244	285,646
1,624	Costco Wholesale Corporation	348,661	337,307	28,998	Intact Financial Corporation	2,600,075	2,840,644
2,523	CVS Health Corporation	273,009	263,637	84,310	Intesa Sanpaolo SpA	300,727	346,676
2,388	Heineken NV	277,297	301,122	2,836	JPMorgan Chase & Company	274,106	336,637
5,739	Japan Tobacco Inc.	279,155	261,819	3,541	KBC Group NV	299,728	348,325
29,053	Loblaw Companies Limited	1,977,622	2,095,883	2,465	Macquarie Group Limited	209,891	217,316
46,325	Metro Inc.	1,770,407	1,977,151	51,619	Manulife Financial Corporation	1,113,050	1,254,858
20,110	Molson Coors Brewing Company	2,521,559	2,254,932	3,760	Marsh & McLennan Companies Inc.	318,955	380,688
2,489	PepsiCo Inc.	344,630	373,318	28,699	Power Financial Corporation	930,156	954,816
1,202	Philip Morris International Inc.	155,830	183,344	10,948	Prudential PLC	311,480	325,232
2,167	Reckitt Benckiser Group PLC	274,331	284,551	75,047	Royal Bank of Canada	6,134,068	7,066,426
42,764	Saputo Inc.	1,601,344	1,764,015	1,089	S&P Global Inc.	155,512	206,472
5,403	Seven & i Holdings Company Limited	298,300	289,019	4,790	Sampo Oyj 'A'	306,656	318,359
2,713	The Procter & Gamble Company	302,846	307,062	5,829	Sumitomo Mitsui Financial Group Inc.	290,471	295,030
		14,394,092	14,990,256	40,758	Sun Life Financial Inc.	1,784,758	1,889,541
Energy (12.8%)				2,342	Swiss Re AG	281,526	278,382
32,021	ARC Resources Limited	669,711	543,076	2,240	The PNC Financial Services Group Inc.	360,495	363,258
72,036	Canadian Natural Resources Limited	2,662,877	2,695,587	104,107	Toronto-Dominion Bank	6,066,061	6,803,392
210,451	Cenovus Energy Inc.	3,497,770	2,011,912	448	Trisura Group Limited	9,349	9,722
1,455	Chevron Corporation	198,008	197,143	33,241	Wells Fargo & Company	2,346,184	2,392,057
67,691	Enbridge Inc.	3,494,471	3,496,917			43,069,379	47,661,738
13,744	Enerflex Limited	210,132	258,662	Health Care (3.2%)			
76,153	Ensign Energy Services Inc.	607,231	527,740	1,019	Anthem Inc.	258,839	248,967
2,527	Exxon Mobil Corporation	279,948	264,941	3,485	Baxter International Inc.	198,871	274,002
1,460	Halliburton Company	105,825	80,983	1,126	Becton, Dickinson and Company	233,841	285,317
59,661	Inter Pipeline Limited	1,539,771	1,515,389	5,559	Cardinal Health Inc.	545,492	562,542
54,754	Keyera Corporation	2,150,174	2,235,058	487	Celgene Corporation	77,227	82,139
2,187	Occidental Petroleum Corporation	184,328	170,046	2,192	CSL Limited	261,761	301,401
18,869	Parkland Fuel Corporation	566,145	560,598				

Empire Life Emblem Growth Portfolio

Interim Schedule of Investment Portfolio (unaudited) continued As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Bonds (10.3%)				Canadian Corporate Bonds (4.6%) (continued)			
Canadian Corporate Bonds (4.6%)							
250,000	407 International Inc. 2.430% May 4, 2027	251,035	247,543	205,000	Metro Inc. 3.200% Dec 1, 2021	214,165	212,276
125,000	407 International Inc. 3.600% May 21, 2047	127,132	129,770	60,000	Metro Inc. 5.970% Oct 15, 2035	67,903	74,487
200,000	Alectra Inc. 2.488% May 17, 2027	200,138	197,067	150,000	National Bank of Canada 2.794% Aug 9, 2018	155,163	152,208
40,000	Bank of Montreal 1.610% Oct 28, 2021	39,998	39,276	200,000	National Bank of Canada 2.404% Oct 28, 2019	204,077	203,142
125,000	Bank of Nova Scotia 1.830% Apr 27, 2022	124,953	123,098	440,000	National Bank of Canada 1.957% Jun 30, 2022	440,000	435,623
170,000	Bank of Nova Scotia 2.290% Jun 28, 2024	169,990	168,482	30,000	Power Corporation of Canada 7.570% Apr 22, 2019	36,051	32,873
215,000	Bell Canada Inc. 3.540% Jun 12, 2020	227,794	224,360	20,000	Reliance Limited Partnership 4.075% Aug 2, 2021	20,000	20,693
215,000	Bell Canada Inc. 2.700% Feb 27, 2024	214,755	215,053	85,000	RioCan Real Estate Investment Trust 3.620% Jun 1, 2020	89,541	88,313
215,000	Caisse Centrale Desjardins 2.091% Jan 17, 2022	215,790	214,733	170,000	Royal Bank of Canada 1.650% Jul 15, 2021	169,951	167,568
200,000	Canadian Imperial Bank of Commerce Capital Trust 9.976% Jun 30, 2108	252,998	228,812	250,000	Royal Bank of Canada Floating Rate 3.310% Jan 20, 2026	255,428	257,316
140,000	Canadian National Railway Company 2.750% Feb 18, 2021	146,464	144,338	125,000	Saputo Inc. 1.939% Jun 13, 2022	125,000	122,865
155,000	Canadian National Railway Company 2.800% Sep 22, 2025	156,071	159,415	165,000	Saputo Inc. 2.827% Nov 21, 2023	165,000	167,118
250,000	Canadian National Railway Company 3.950% Sep 22, 2045	256,156	276,078	215,000	Scotiabank Capital Trust Floating Rate 5.650% Dec 31, 2056	266,636	262,892
170,000	Canadian Natural Resources Limited 2.050% Jun 1, 2020	170,061	168,583	250,000	Shoppers Drug Mart Corporation 2.360% May 24, 2018	252,468	251,802
130,000	Capital Desjardins Inc. 5.187% May 5, 2020	145,467	141,252	175,000	TD Capital Trust III Floating Rate 7.243% Dec 31, 2049	193,061	188,832
100,000	Central 1 Credit Union 1.870% Mar 16, 2020	99,974	99,517	35,000	TD Capital Trust IV Floating Rate 6.631% Jun 30, 2108	42,049	40,154
215,000	Choice Properties Real Estate Investment Trust 3.554% Jul 5, 2018	224,652	219,056	175,000	Thomson Reuters Corporation 3.369% May 23, 2019	182,015	179,803
120,000	CI Financial Corporation 2.775% Nov 25, 2021	120,000	120,960	100,000	Toronto-Dominion Bank 4.859% Mar 4, 2031	106,641	112,553
130,000	CT Real Estate Investment Trust 2.159% Jun 1, 2021	129,825	128,555	125,000	Toronto-Dominion Bank Floating Rate 2.982% Sep 30, 2025	125,059	127,501
125,000	Dollarama Inc. 3.095% Nov 5, 2018	128,720	127,272	160,000	Transcanada Trust Floating Rate 4.650% May 18, 2077	160,000	160,902
100,000	Enercare Solutions Inc. 3.380% Feb 21, 2022	99,982	100,946				
200,000	Ford Credit Canada Limited 3.700% Aug 2, 2018	205,957	203,995			9,364,677	9,305,672
100,000	Gaz Metro Inc. 3.530% May 16, 2047	99,890	102,784	Government Bonds (2.5%)			
150,000	GE Capital Canada Funding Company 4.600% Jan 26, 2022	173,022	166,196	1,070,000	Canada Housing Trust 2.350% Dec 15, 2018	1,105,499	1,088,343
175,000	General Motors Financial of Canada Limited 2.600% Jun 1, 2022	174,983	172,228	530,000	Canada Housing Trust 1.250% Dec 15, 2020	528,698	525,023
150,000	Hydro One Inc. 1.840% Feb 24, 2021	150,581	149,941	210,000	Government of Canada 1.750% Mar 1, 2019	212,856	212,357
100,000	Hydro One Inc. 3.720% Nov 18, 2047	100,075	105,103	1,285,000	Government of Canada 0.750% May 1, 2019	1,285,366	1,277,111
130,000	IGM Financial Inc. 3.440% Jan 26, 2027	129,913	132,586	260,000	Government of Canada 1.750% Sep 1, 2019	265,946	263,446
215,000	Intact Financial Corporation 2.850% Jun 7, 2027	214,963	210,716	265,000	Government of Canada 0.750% Sep 1, 2020	263,866	261,140
40,000	Laurentian Bank of Canada 2.810% Jun 13, 2019	40,169	40,567	610,000	Government of Canada 0.750% Sep 1, 2021	605,965	595,617
100,000	Laurentian Bank of Canada Floating Rate 3.132% Oct 19, 2022	102,421	100,375	280,000	Government of Canada 0.500% Mar 1, 2022	273,599	268,968
280,000	Leisureworld Senior Care Limited Partnership 3.474% Feb 3, 2021	296,135	292,070	60,000	Government of Canada 2.750% Jun 1, 2022	64,380	63,827
120,000	Loblaw Companies Limited 3.748% Mar 12, 2019	126,339	123,958	5,000	Government of Canada 1.000% Jun 1, 2027	4,777	4,660
190,000	Loblaw Companies Limited 4.860% Sep 12, 2023	214,014	212,511	280,000	Government of Canada 2.750% Dec 1, 2048	312,657	319,670
85,000	Magna International Inc. 3.100% Dec 15, 2022	86,119	87,769			4,923,609	4,880,162
200,000	Manitoba Telecom Services Inc. 4.000% May 27, 2024	211,613	214,103	Provincial Bonds (2.6%)			
95,000	Manufacturers Life Insurance Company 3.938% Sep 21, 2022	99,852	95,548	190,000	Newfoundland & Labrador Hydro 3.600% Dec 1, 2045	185,185	199,985
130,000	Manulife Bank of Canada 2.082% May 26, 2022	130,147	128,481	30,000	Province of Alberta 3.050% Dec 1, 2048	29,994	29,983
30,000	Manulife Financial Capital Trust II Floating Rate 7.405% Dec 31, 2108	36,321	33,654	220,000	Province of British Columbia 2.550% Jun 18, 2027	219,443	222,763
				110,000	Province of British Columbia 2.800% Jun 18, 2048	110,581	108,042
				210,000	Province of Manitoba 3.400% Sep 5, 2048	208,505	223,999

Empire Life Emblem Growth Portfolio

Interim Schedule of Investment Portfolio (unaudited) continued
As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Provincial Bonds (2.6%) (continued)			
190,000	Province of New Brunswick 2.350% Aug 14, 2027	189,947	185,954
270,000	Province of New Brunswick 3.100% Aug 14, 2048	263,780	268,944
250,000	Province of Newfoundland and Labrador 3.700% Oct 17, 2048	249,805	272,300
100,000	Province of Ontario 2.850% Jun 2, 2023	106,742	104,363
380,000	Province of Ontario 2.400% Jun 2, 2026	386,500	380,334
260,000	Province of Ontario 2.600% Jun 2, 2027	259,295	263,226
650,000	Province of Ontario 2.900% Dec 2, 2046	618,649	642,395
820,000	Province of Ontario 2.800% Jun 2, 2048	826,726	797,681
150,000	Province of Quebec 3.500% Dec 1, 2022	162,502	161,726
150,000	Province of Quebec 2.500% Sep 1, 2026	154,651	151,477
400,000	Province of Quebec 2.750% Sep 1, 2027	403,392	410,660
470,000	Province of Quebec 3.500% Dec 1, 2045	496,103	519,486
30,000	Province of Quebec 3.500% Dec 1, 2048	32,826	33,551
150,000	Province of Saskatchewan 3.300% Jun 2, 2048	149,591	158,833
		5,054,217	5,135,702
U.S. Corporate Bonds (0.6%)			
200,000	Anheuser-Busch InBev Finance Inc. 2.600% May 15, 2024	199,950	198,149
160,000	Anheuser-Busch InBev Finance Inc. 4.320% May 15, 2047	160,000	166,387
155,000	Great-West Lifeco Finance Delaware Limited Partnership II Floating Rate 7.127% Jun 26, 2068	176,150	163,074
150,000	Molson Coors International Limited Partnership 2.840% Jul 15, 2023	150,788	149,653
300,000	PepsiCo Inc. 2.150% May 6, 2024	300,615	296,172
200,000	United Parcel Service Inc. 2.125% May 21, 2024	199,624	197,172
		1,187,127	1,170,607
Total Bonds		20,529,630	20,492,143
Short-term Investments (7.0%)			
Term Deposit Receipts (1.4%)			
2,869,000	Royal Bank of Canada 0.450% Jul 4, 2017	2,869,000	2,869,035
		2,869,000	2,869,035
Treasury Bills (5.6%)			
5,000,000	Government of Canada 0.461% Jul 5, 2017	4,998,800	4,999,747
6,000,000	Government of Canada 0.507% Jul 10, 2017	5,998,500	5,999,250
		10,997,300	10,998,997
Total Short-term Investments		13,866,300	13,868,032
Total Investment Portfolio Including Transaction Costs (100.0%)		188,748,800	198,381,151
Transaction costs		(134,945)	—
Total Investments		188,613,855	198,381,151

Empire Life Emblem Aggressive Growth Portfolio

Interim Statements of Financial Position (unaudited)

As at	June 30, 2017	December 31, 2016
Assets		
Current assets		
Investments at fair value (Note 3)	\$ 49,626,024	\$ 42,395,312
Unrealized gain on forward foreign currency contracts (Note 3)	—	—
Purchased options (Note 3)	—	—
Cash	62,700	196,861
Margin account asset	—	—
Receivable for units issued	186,078	197,915
Receivable for investments sold	415,547	657,026
Interest and dividends receivable	121,556	94,116
Other receivable	1,808	—
Total Assets	50,413,713	43,541,230
Liabilities		
Current liabilities		
Unrealized loss on forward foreign currency contracts (Note 3)	—	—
Written options liability (Note 3)	—	—
Bank overdraft	—	—
Margin account liability	—	—
Accrued management fees	175,034	71,992
Accrued expenses	4,751	2,321
Payable for units redeemed	24,464	14,549
Payable for investments purchased	119,504	1,231,566
Payable for distributions	2,122	1,488
Total Liabilities (excluding Net Assets Attributable to Holders of Redeemable Units)	325,875	1,321,916
Net Assets Attributable to Holders of Redeemable Units	\$ 50,087,838	\$ 42,219,314

As at	Number of Units Outstanding (Note 7)		Net Assets Attributable to Holders of Redeemable Units per Unit		Net Assets Attributable to Holders of Redeemable Units	
	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016
Series A	584,780	549,318	\$ 13.52	\$ 13.33	\$ 7,904,731	\$ 7,321,052
Series F	28,825	26,642	\$ 13.27	\$ 13.01	\$ 382,584	\$ 346,477
Series T6	28,587	15,815	\$ 9.91	\$ 10.07	\$ 283,385	\$ 159,276
Series T8	41,667	41,244	\$ 8.76	\$ 8.99	\$ 364,918	\$ 370,707
Series I	2,847,721	2,418,393	\$ 14.45	\$ 14.07	\$ 41,152,220	\$ 34,021,802
Total					\$ 50,087,838	\$ 42,219,314



Mark Sylvia

President, Chief Executive Officer and Chair
Empire Life Investments Inc.



Scott Ewert

Director
Empire Life Investments Inc.

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Aggressive Growth Portfolio

Interim Statements of Comprehensive Income (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Income		
Net gain (loss) on investments and derivatives		
Interest for distribution purposes	\$ 16,936	\$ 5,962
Dividends	615,043	456,968
Net realized gain (loss) on investments	1,481,663	197,128
Change in unrealized appreciation (depreciation) on investments	(906,542)	276,589
Total net gain (loss) on investments	1,207,100	936,647
Net realized gain (loss) on derivatives	—	2,898
Change in unrealized appreciation (depreciation) on derivatives	—	468
Total net gain (loss) on derivatives	—	3,366
Total net gain (loss) on investments and derivatives	1,207,100	940,013
Other income		
Foreign currency gain (loss) on cash and other net assets	(7,313)	(15,008)
Other income	466	—
Total Income	1,200,253	925,005
Expenses		
Management fee (Note 5)	100,194	83,096
Securityholder reporting costs	3,692	954
Administrative fees	43,841	31,800
Custodian fees	20,136	3,652
Audit fees	14,270	10,887
Legal fees	6,680	3,062
Interest and borrowing costs	397	2
Independent Review Committee fees	3,370	2,228
Foreign withholding tax	23,827	20,801
Transaction costs	26,834	27,709
Total Expenses before Manager Absorption	243,241	184,191
Less: Expenses Absorbed by Manager	89,347	50,125
Total Expenses after Manager Absorption (Note 5)	153,894	134,066
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	\$ 1,046,359	\$ 790,939

For the six months ended	Weighted Average Number of Units Outstanding		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Unit		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Series	
	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016
Series A	560,612	536,388	\$ 0.18	\$ 0.16	\$ 100,765	\$ 91,108
Series F	28,100	32,985	\$ 0.22	\$ 0.27	6,228	8,945
Series T6	23,474	14,960	\$ 0.07	\$ 0.12	1,541	1,895
Series T8	41,436	41,039	\$ 0.13	\$ 0.05	5,331	2,083
Series I	2,637,635	2,066,547	\$ 0.35	\$ 0.33	932,494	686,908
Total					\$ 1,046,359	\$ 790,939

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Aggressive Growth Portfolio

Interim Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

For the six months ended June 30, 2017	Series A	Series F	Series T6	Series T8	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 7,321,052	\$ 346,477	\$ 159,276	\$ 370,707	\$ 34,021,802	\$ 42,219,314
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	100,765	6,228	1,541	5,331	932,494	1,046,359
Redeemable Unit Transactions						
Proceeds from redeemable units issued	1,232,032	98,543	151,600	2,700	7,132,077	8,616,952
Reinvestments of distributions to holders of redeemable units	2,819	14	5,163	1,946	—	9,942
Redemption of redeemable units	(748,090)	(68,664)	(26,756)	(840)	(934,153)	(1,778,503)
Net Increase (Decrease) from Redeemable Unit Transactions	486,761	29,893	130,007	3,806	6,197,924	6,848,391
Distributions to Holders of Redeemable Units						
Net investment income	(3,847)	(14)	(95)	(22)	—	(3,978)
Capital gains	—	—	—	—	—	—
Return of capital	—	—	(7,344)	(14,904)	—	(22,248)
Total Distributions to Holders of Redeemable Units	(3,847)	(14)	(7,439)	(14,926)	—	(26,226)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	583,679	36,107	124,109	(5,789)	7,130,418	7,868,524
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 7,904,731	\$ 382,584	\$ 283,385	\$ 364,918	\$ 41,152,220	\$ 50,087,838
For the six months ended June 30, 2016	Series A	Series F	Series T6	Series T8	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 6,548,344	\$ 354,236	\$ 135,207	\$ 388,290	\$ 25,318,044	\$ 32,744,121
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	91,108	8,945	1,895	2,083	686,908	790,939
Redeemable Unit Transactions						
Proceeds from redeemable units issued	902,084	38,883	14,899	2,713	2,460,226	3,418,805
Reinvestments of distributions to holders of redeemable units	—	—	1,893	1,857	—	3,750
Redemption of redeemable units	(815,083)	(12,524)	(270)	(34,280)	(461,756)	(1,323,913)
Net Increase (Decrease) from Redeemable Unit Transactions	87,001	26,359	16,522	(29,710)	1,998,470	2,098,642
Distributions to Holders of Redeemable Units						
Net investment income	(4,776)	—	(48)	(14)	—	(4,838)
Capital gains	—	—	—	—	—	—
Return of capital	—	—	(4,404)	(14,459)	—	(18,863)
Total Distributions to Holders of Redeemable Units	(4,776)	—	(4,452)	(14,473)	—	(23,701)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	173,333	35,304	13,965	(42,100)	2,685,378	2,865,880
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 6,721,677	\$ 389,540	\$ 149,172	\$ 346,190	\$ 28,003,422	\$ 35,610,001

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Aggressive Growth Portfolio

Interim Statements of Cash Flows (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Cash Flow from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 1,046,359	\$ 790,939
Adjustments for:		
Foreign currency (gain) loss on cash	(3,054)	24,447
Net realized (gain) loss on investments	(1,481,663)	(197,128)
Net realized (gain) loss on derivatives	—	(2,898)
Change in unrealized (appreciation) depreciation on investments	906,542	(276,589)
Change in unrealized (appreciation) depreciation on derivatives	—	(468)
(Increase) decrease in interest and dividends receivable	(27,440)	(2,142)
(Increase) decrease in accrued interest for short-term investments	6	—
(Increase) decrease in other receivables	(1,808)	(54,542)
Increase (decrease) in accrued liabilities	105,472	(702)
Purchase of investments	(401,149,244)	(18,828,661)
Proceeds from sales of investments	393,623,064	17,970,192
Proceeds from (to) settlement of derivatives	—	3,467
Net Cash Generated (Used) by Operating Activities	\$ (6,981,766)	\$ (574,085)
Cash Flow from Financing Activities		
Distributions to holders of redeemable units, net of reinvested distributions	\$ (15,650)	\$ (20,237)
Proceeds from redeemable units issued	8,628,789	3,263,805
Amount paid on redemption of redeemable units	(1,768,588)	(1,324,840)
Net Cash Generated (Used) by Financing Activities	\$ 6,844,551	\$ 1,918,728
Foreign currency gain (loss) on cash	\$ 3,054	\$ (24,447)
Net increase (decrease) in cash	(137,215)	1,344,643
Cash (overdraft) beginning of period	196,861	1,145,834
Cash (Overdraft) End of Period	\$ 62,700	\$ 2,466,030
Items Classified as Operating Activities		
Interest received, net of withholding tax	\$ 16,942	\$ 6,569
Dividends received, net of withholding tax	\$ 563,773	\$ 433,418

The accompanying notes are an integral part of these interim financial statements.

Empire Life Emblem Aggressive Growth Portfolio

Interim Schedule of Investment Portfolio (unaudited)

As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Equities (93.3%)				Energy (14.2%) (continued)			
Consumer Discretionary (5.6%)				2,408	Parkland Fuel Corporation Restricted Shares	66,702	71,542
191	Charter Communications Inc.	63,534	83,556	26,498	Peyto Exploration & Development Corporation	792,202	623,233
7,510	Cineplex Inc.	334,369	396,979	212	Pioneer Natural Resources Company	46,092	43,936
4,022	Comcast Corporation 'A'	168,802	203,294	37,218	PrairieSky Royalty Limited	1,022,830	1,099,047
10,688	Gildan Activewear Inc.	400,071	425,917	2,219	Royal Dutch Shell PLC 'A' ADR	73,740	76,176
984	Las Vegas Sands Corporation	72,391	81,646	3,730	Statoil ASA	87,392	80,036
1,952	Lowe's Companies Inc.	212,220	196,544	25,874	Suncor Energy Inc.	986,235	980,366
1,683	Newell Brands Inc.	110,923	117,198			7,680,222	7,125,417
478	Nitori Holdings Company Limited	96,343	83,095	Financials (26.5%)			
962	ProSiebenSat.1 Media AG	53,324	52,210	2,230	Admiral Group PLC	70,169	75,350
16,150	Samsonite International SA	72,656	87,588	188	American Express Company	18,590	20,568
26,032	Shaw Communications Inc. 'B'	684,560	736,445	11,903	Bank of Montreal	997,832	1,133,404
387	Shimano Inc.	76,075	79,532	22,749	Bank of Nova Scotia	1,530,606	1,774,648
1,845	Sony Corporation	74,107	91,400	1,285	BB&T Corporation	72,444	75,782
294	Starbucks Corporation	21,788	22,264	145	BlackRock Inc.	69,107	79,545
36	The Priceline Group Inc.	61,393	87,453	22,544	Brookfield Asset Management Inc. 'A'	996,577	1,147,264
580	The Walt Disney Company	84,306	80,032	1,443	Canadian Imperial Bank of Commerce	146,080	152,078
		2,586,862	2,825,153	1,003	Chubb Limited	180,617	189,372
Consumer Staples (8.3%)				6,098	CI Financial Corporation	163,658	168,549
15,362	Alimentation Couche-Tard Inc. 'B'	821,994	954,901	827	CME Group Inc.	112,174	134,511
1,526	Associated British Foods PLC	69,773	75,580	1,897	Danske Bank AS	82,156	94,633
907	British American Tobacco PLC	72,396	80,083	17,899	Great-West Lifeco Inc.	616,194	629,150
382	Constellation Brands Inc. 'A'	78,839	96,110	717	HDFC Bank Limited ADR	68,337	80,984
613	Costco Wholesale Corporation	131,666	127,321	7,199	Intact Financial Corporation	611,979	705,214
951	CVS Health Corporation	102,966	99,373	24,161	Intesa Sanpaolo SpA	86,461	99,348
686	Heineken NV	79,769	86,503	1,101	JPMorgan Chase & Company	100,407	130,690
1,652	Japan Tobacco Inc.	82,941	75,366	1,020	KBC Group NV	84,139	100,337
7,173	Loblaw Companies Limited	467,355	517,460	707	Macquarie Group Limited	58,795	62,330
11,501	Metro Inc.	378,546	490,863	17,045	Manulife Financial Corporation	341,150	414,364
5,475	Molson Coors Brewing Company	687,852	613,911	1,460	Marsh & McLennan Companies Inc.	119,071	147,820
965	PepsiCo Inc.	131,807	144,737	9,476	Power Financial Corporation	299,818	315,267
466	Philip Morris International Inc.	60,384	71,080	3,143	Prudential PLC	86,869	93,369
623	Reckitt Benckiser Group PLC	79,044	81,807	20,296	Royal Bank of Canada	1,591,714	1,911,070
10,617	Saputo Inc.	377,130	437,951	422	S&P Global Inc.	57,248	80,010
1,557	Seven & i Holdings Company Limited	82,519	83,287	1,379	Sampo Oyj 'A'	87,318	91,653
1,051	The Procter & Gamble Company	116,312	118,954	1,671	Sumitomo Mitsui Financial Group Inc.	84,514	84,576
		3,821,293	4,155,287	10,119	Sun Life Financial Inc.	434,334	469,117
Energy (14.2%)				675	Swiss Re AG	81,141	80,234
10,573	ARC Resources Limited	227,134	179,318	869	The PNC Financial Services Group Inc.	139,832	140,925
19,073	Canadian Natural Resources Limited	706,542	713,712	28,381	Toronto-Dominion Bank	1,579,246	1,854,698
58,163	Cenovus Energy Inc.	994,159	556,038	126	Trisura Group Limited	2,620	2,734
564	Chevron Corporation	74,620	76,418	9,540	Wells Fargo & Company	664,907	686,508
18,569	Enbridge Inc.	940,212	959,275			11,636,104	13,226,102
4,539	Enerflex Limited	61,464	85,424	Health Care (4.3%)			
26,719	Ensign Energy Services Inc.	208,030	185,163	395	Anthem Inc.	100,344	96,508
979	Exxon Mobil Corporation	106,400	102,642	1,351	Baxter International Inc.	73,693	106,220
567	Halliburton Company	41,320	31,450	436	Becton, Dickinson and Company	85,996	110,478
14,812	Inter Pipeline Limited	374,073	376,225	1,915	Cardinal Health Inc.	185,373	193,788
15,307	Keyera Corporation	602,855	624,832	189	Celgene Corporation	29,976	31,877
849	Occidental Petroleum Corporation	71,778	66,013	628	CSL Limited	69,370	86,350
6,549	Parkland Fuel Corporation	196,442	194,571				

Empire Life Emblem Aggressive Growth Portfolio

Interim Schedule of Investment Portfolio (unaudited) continued As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Health Care (4.3%) (continued)				Information Technology (7.2%) (continued)			
542	Essilor International SA	89,866	89,436	2,985	Oracle Corporation	150,621	194,374
395	Gilead Sciences Inc.	36,150	36,309	564	Skyworks Solutions Inc.	74,986	70,280
1,247	Johnson & Johnson	171,373	214,241	1,743	Tencent Holdings Limited	60,861	80,960
1,113	Merck & Company Inc.	92,582	92,639	1,723	Visa Inc. 'A'	166,541	209,848
5,267	Novo Nordisk AS 'B'	260,410	292,548			2,799,377	3,620,635
211	Orpea	31,257	30,498	Materials (5.2%)			
354	Thermo Fisher Scientific Inc.	74,068	80,211	7,311	Agrium Inc.	903,902	859,262
4,049	Zimmer Biomet Holdings Inc.	572,666	675,184	5,079	Amcor Limited	74,606	82,015
		1,873,124	2,136,287	4,578	Antofagasta PLC	58,299	61,744
Industrials (11.8%)				17,385	Chemtrade Logistics Income Fund	311,282	316,233
205	3M Company	56,010	55,427	1,683	El du Pont de Nemours & Company	156,388	176,409
474	Allegion PLC	41,679	49,936	1,999	Franco-Nevada Corporation	152,800	187,046
2,673	Ashtead Group PLC	74,085	71,651	1,127	Fuchs Petrolub SE Preferred	69,828	79,587
2,923	Assa Abloy AB 'B'	75,484	83,307	26	Givaudan SA	69,644	67,628
2,301	Brenntag AG	155,805	172,734	10,929	Potash Corporation of Saskatchewan Inc.	247,576	231,148
11,778	Canadian National Railway Company	888,173	1,239,280	789	Praxair Inc.	112,463	135,821
2,108	Canadian Pacific Railway Limited	421,761	439,834	8,956	Stella-Jones Inc.	356,274	396,393
379	Central Japan Railway Company	86,103	80,209			2,513,062	2,593,286
1,740	Deutsche Post AG	76,248	84,589	Real Estate (2.1%)			
458	General Dynamics Corporation	116,934	117,831	7,300	Allied Properties Real Estate Investment Trust	258,135	284,116
867	Ingersoll-Rand PLC	82,703	102,903	6,671	British Land Company PLC	78,543	68,140
1,692	Japan Airlines Company Limited	72,182	67,940	9,189	Brookfield Property Partners Limited Partnership	251,282	281,919
20,258	JELD-WEN Holding Inc.	848,055	853,993	4,021	SMART Real Estate Investment Trust	131,803	129,155
1,246	Kone Oyj 'B'	74,527	82,204	5,966	STORE Capital Corporation	178,631	173,944
15,322	MacDonald Dettwiler & Associates Limited	1,046,598	1,033,929	6,170	WPT Industrial Real Estate Investment Trust	96,785	104,329
626	Ryanair Holdings PLC ADR	69,400	87,486			995,179	1,041,603
722	Safran SA	75,397	85,813	Telecommunication Services (4.9%)			
338	The Boeing Company	86,639	86,805	12,089	BCE Inc.	683,603	705,998
13,836	Toromont Industries Limited	450,518	660,531	1,632	Elisa Oyj	73,763	82,022
5,991	Transurban Group	68,930	70,721	14,955	Rogers Communications Inc. 'B'	731,902	915,994
564	United Technologies Corporation	77,343	89,442	660	SoftBank Group Corporation	62,113	69,397
406	Verisk Analytics Inc. 'A'	44,579	44,486	2,162	Verizon Communications Inc.	140,357	125,396
2,082	Waste Connections Inc.	133,163	173,909	153,488	Vodafone Group PLC	542,490	563,809
826	Waste Connections Inc. USD	50,861	69,105			2,234,228	2,462,616
		5,173,177	5,904,065	Utilities (3.2%)			
Information Technology (7.2%)				8,790	ATCO Limited 'I'	375,219	445,741
32	Alphabet Inc. 'A'	33,070	38,636	3,787	Brookfield Infrastructure Partners Limited Partnership	149,566	200,862
122	Alphabet Inc. 'C'	105,551	143,981	3,477	Brookfield Renewable Energy Partners Limited Partnership	124,347	143,774
1,003	Amadeus IT Group SA	65,340	77,776	29,815	Hydro One Limited	689,310	692,602
1,180	Apple Inc.	193,548	220,706	4,350	National Grid PLC	78,565	69,845
467	ASML Holding NV	70,491	78,927	2,757	Red Electrica Corporacion SA	73,653	74,713
553	Cap Gemini SA	69,541	74,115			1,490,660	1,627,537
13,426	CGI Group Inc. 'A'	619,897	889,607	Total Equities			
723	Constellation Software Inc.	280,128	490,490			42,803,288	46,717,988
4,837	FLIR Systems Inc.	212,459	217,728				
2,511	Infineon Technologies AG	73,274	68,753				
161	Keyence Corporation	74,529	91,817				
729	Lam Research Corporation	92,947	133,899				
1,358	MasterCard Inc. 'A'	179,113	214,194				
3,145	Micron Technology Inc.	118,212	121,961				
2,263	Microsoft Corporation	158,268	202,583				

Empire Life Emblem Aggressive Growth Portfolio

Interim Schedule of Investment Portfolio (unaudited) continued
As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Short-term Investments (5.8%)			
Term Deposit Receipts (5.8%)			
2,908,000	Royal Bank of Canada 0.450% Jul 4, 2017	2,908,000	2,908,036
Total Short-term Investments		2,908,000	2,908,036
Total Investment Portfolio Including Transaction Costs (99.1%)		45,711,288	49,626,024
Transaction costs		(44,931)	—
Total Investments		45,666,357	49,626,024

Empire Life Small Cap Equity Mutual Fund

Interim Statements of Financial Position (unaudited)

As at	June 30, 2017	December 31, 2016
Assets		
Current assets		
Investments at fair value (Note 3)	\$ 1,471,870	\$ 1,587,264
Unrealized gain on forward foreign currency contracts (Note 3)	—	—
Purchased options (Note 3)	—	—
Cash	114,258	43,146
Margin account asset	—	—
Receivable for units issued	1,509	1,161
Receivable for investments sold	50,206	—
Interest and dividends receivable	2,283	2,192
Other receivable	95	—
Total Assets	1,640,221	1,633,763
Liabilities		
Current liabilities		
Unrealized loss on forward foreign currency contracts (Note 3)	—	—
Written options liability (Note 3)	—	—
Bank overdraft	—	—
Margin account liability	—	—
Accrued management fees	16,011	6,872
Accrued expenses	277	137
Payable for units redeemed	—	—
Payable for investments purchased	48,480	—
Payable for distributions	33	(33)
Total Liabilities (excluding Net Assets Attributable to Holders of Redeemable Units)	64,801	6,976
Net Assets Attributable to Holders of Redeemable Units	\$ 1,575,420	\$ 1,626,787

As at	Number of Units Outstanding (Note 7)		Net Assets Attributable to Holders of Redeemable Units per Unit		Net Assets Attributable to Holders of Redeemable Units	
	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016
Series A	56,158	61,810	\$ 12.41	\$ 12.06	\$ 696,770	\$ 745,203
Series T6	1,493	1,449	\$ 8.85	\$ 8.85	\$ 13,205	\$ 12,831
Series T8	2,853	5,232	\$ 7.88	\$ 7.96	\$ 22,467	\$ 41,660
Series I	61,308	62,695	\$ 13.75	\$ 13.19	\$ 842,978	\$ 827,093
Total					\$ 1,575,420	\$ 1,626,787



Mark Sylvia

President, Chief Executive Officer and Chair
Empire Life Investments Inc.



Scott Ewert

Director
Empire Life Investments Inc.

The accompanying notes are an integral part of these interim financial statements.

Empire Life Small Cap Equity Mutual Fund

Interim Statements of Comprehensive Income (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Income		
Net gain (loss) on investments and derivatives		
Interest for distribution purposes	\$ 388	\$ 208
Dividends	10,764	11,095
Net realized gain (loss) on investments	158,010	58,158
Change in unrealized appreciation (depreciation) on investments	(98,356)	70,755
Total net gain (loss) on investments	70,806	140,216
Net realized gain (loss) on derivatives	—	—
Change in unrealized appreciation (depreciation) on derivatives	—	—
Total net gain (loss) on derivatives	—	—
Total net gain (loss) on investments and derivatives	70,806	140,216
Other income		
Foreign currency gain (loss) on cash and other net assets	114	524
Other income	953	—
Total Income	71,873	140,740
Expenses		
Management fee (Note 5)	8,830	9,592
Securityholder reporting costs	1,054	954
Administrative fees	32,641	12,059
Custodian fees	6,280	170
Audit fees	14,268	10,887
Legal fees	6,676	3,062
Interest and borrowing costs	—	—
Independent Review Committee fees	3,372	107
Foreign withholding tax	28	16
Transaction costs	3,904	2,920
Total Expenses before Manager Absorption	77,053	39,767
Less: Expenses Absorbed by Manager	64,117	27,083
Total Expenses after Manager Absorption (Note 5)	12,936	12,684
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	\$ 58,937	\$ 128,056

For the six months ended	Weighted Average Number of Units Outstanding		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Unit		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Series	
	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016
Series A	57,576	76,881	\$ 0.40	\$ 0.77	\$ 22,983	\$ 60,385
Series T6	1,467	1,386	\$ 0.25	\$ 0.63	\$ 374	\$ 868
Series T8	3,260	5,134	\$ 0.23	\$ 0.57	\$ 757	\$ 2,937
Series I	61,782	63,152	\$ 0.56	\$ 1.01	\$ 34,823	\$ 63,866
Total					\$ 58,937	\$ 128,056

The accompanying notes are an integral part of these interim financial statements.

Empire Life Small Cap Equity Mutual Fund

Interim Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

For the six months ended June 30, 2017	Series A	Series T6	Series T8	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 745,203	\$ 12,831	\$ 41,660	\$ 827,093	\$ 1,626,787
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	22,983	374	757	34,823	58,937
Redeemable Unit Transactions					
Proceeds from redeemable units issued	61,692	—	194	3,676	65,562
Reinvestments of distributions to holders of redeemable units	349	390	529	—	1,268
Redemption of redeemable units	(132,898)	—	(19,636)	(22,614)	(175,148)
Net Increase (Decrease) from Redeemable Unit Transactions	(70,857)	390	(18,913)	(18,938)	(108,318)
Distributions to Holders of Redeemable Units					
Net investment income	(559)	—	(11)	—	(570)
Capital gains	—	—	—	—	—
Return of capital	—	(390)	(1,026)	—	(1,416)
Total Distributions to Holders of Redeemable Units	(559)	(390)	(1,037)	—	(1,986)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	(48,433)	374	(19,193)	15,885	(51,367)
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 696,770	\$ 13,205	\$ 22,467	\$ 842,978	\$ 1,575,420
For the six months ended June 30, 2016	Series A	Series T6	Series T8	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 873,871	\$ 11,174	\$ 38,253	\$ 714,948	\$ 1,638,246
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	60,385	868	2,937	63,866	128,056
Redeemable Unit Transactions					
Proceeds from redeemable units issued	47,495	—	20	1,731	49,246
Reinvestments of distributions to holders of redeemable units	—	339	454	—	793
Redemption of redeemable units	(252,639)	—	—	(10,013)	(262,652)
Net Increase (Decrease) from Redeemable Unit Transactions	(205,144)	339	474	(8,282)	(212,613)
Distributions to Holders of Redeemable Units					
Net investment income	(1,176)	—	(20)	—	(1,196)
Capital gains	—	—	—	—	—
Return of capital	—	(339)	(1,537)	—	(1,876)
Total Distributions to Holders of Redeemable Units	(1,176)	(339)	(1,557)	—	(3,072)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	(145,935)	868	1,854	55,584	(87,629)
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 727,936	\$ 12,042	\$ 40,107	\$ 770,532	\$ 1,550,617

The accompanying notes are an integral part of these interim financial statements.

Empire Life Small Cap Equity Mutual Fund

Interim Statements of Cash Flows (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Cash Flow from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 58,937	\$ 128,056
Adjustments for:		
Foreign currency (gain) loss on cash	(72)	890
Net realized (gain) loss on investments	(158,010)	(58,158)
Net realized (gain) loss on derivatives	—	—
Change in unrealized (appreciation) depreciation on investments	98,356	(70,755)
Change in unrealized (appreciation) depreciation on derivatives	—	—
(Increase) decrease in interest and dividends receivable	(91)	233
(Increase) decrease in accrued interest for short-term investments	—	—
(Increase) decrease in other receivables	(95)	—
Increase (decrease) in accrued liabilities	9,279	(273)
Purchase of investments	(686,207)	(597,034)
Proceeds from sales of investments	859,529	836,104
Proceeds from (to) settlement of derivatives	—	—
Net Cash Generated (Used) by Operating Activities	\$ 181,626	\$ 239,063
Cash Flow from Financing Activities		
Distributions to holders of redeemable units, net of reinvested distributions	\$ (652)	\$ (2,297)
Proceeds from redeemable units issued	65,214	49,121
Amount paid on redemption of redeemable units	(175,148)	(259,810)
Net Cash Generated (Used) by Financing Activities	\$ (110,586)	\$ (212,986)
Foreign currency gain (loss) on cash	\$ 72	\$ (890)
Net increase (decrease) in cash	71,040	26,077
Cash (overdraft) beginning of period	43,146	81,329
Cash (Overdraft) End of Period	\$ 114,258	\$ 106,516
Items Classified as Operating Activities		
Interest received, net of withholding tax	\$ 388	\$ 208
Dividends received, net of withholding tax	\$ 10,645	\$ 11,312

The accompanying notes are an integral part of these interim financial statements.

Empire Life Small Cap Equity Mutual Fund

Interim Schedule of Investment Portfolio (unaudited)

As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Equities (93.4%)				Industrials (20.8%) (continued)			
Consumer Discretionary (9.9%)							
697	Cineplex Inc.	35,715	36,843	752	K-Bro Linen Inc.	30,587	30,456
244	Cogeco Communications Inc.	15,451	19,327	580	MacDonald Dettwiler & Associates Limited	39,059	39,137
1,533	EnerCare Inc.	24,269	30,231	230	Masonite International Corporation	15,727	22,552
974	Great Canadian Gaming Corporation	23,395	23,259	615	New Flyer Industries Inc.	8,695	33,358
1,320	Kew Media Group Inc.	12,778	13,451	1,144	Richelieu Hardware Limited	27,439	34,377
371	New Look Vision Group Inc.	11,432	11,408	689	Russel Metals Inc.	18,689	17,886
696	Uni-Select Inc.	16,897	21,799	1,072	Wajax Corporation	23,767	24,270
		139,937	156,318			264,938	326,507
Consumer Staples (5.3%)				Information Technology (3.6%)			
1,392	Clearwater Seafoods Inc.	16,030	15,897	1,271	Celestica Inc.	17,273	22,395
1,153	Cott Corporation	21,232	21,596	111	Manhattan Associates Inc.	7,896	6,928
2,586	Liquor Stores NA Limited	26,367	25,420	873	The Descartes Systems Group Inc.	14,271	27,543
227	Premium Brands Holdings Corporation	9,304	21,120			39,440	56,866
		72,933	84,033	Materials (13.1%)			
Energy (19.5%)				1,879	B2Gold Corporation	6,366	6,858
3,304	Advantage Oil & Gas Limited	25,818	28,976	445	CCL Industries Inc. 'B'	7,293	29,196
4,010	CES Energy Solutions Corporation	24,572	23,178	9,169	Dalradian Resources Inc.	13,099	15,496
687	Enbridge Income Fund Holdings Inc.	20,848	22,115	1,324	Detour Gold Corporation	23,046	20,098
1,475	Enerflex Limited	22,037	27,760	1,439	Dominion Diamond Corporation	25,756	23,484
2,406	Freehold Royalties Limited	34,712	31,398	290	Franco-Nevada Corporation	16,842	27,135
3,546	Kelt Exploration Limited	25,817	22,269	1,089	Lundin Mining Corporation	5,523	8,026
1,069	Parkland Fuel Corporation	25,100	31,760	2,231	Osisko Mining Inc.	10,718	9,147
401	Patterson-UTI Energy Inc.	15,218	10,515	733	Richmont Mines Inc.	7,893	7,403
1,166	Raging River Exploration Inc.	9,425	9,433	11,602	Trevali Mining Corporation	13,812	14,735
1,422	Secure Energy Services Inc.	14,114	12,585	772	Winpak Limited	20,320	44,945
969	Source Energy Services Limited	7,068	7,762			150,668	206,523
5,054	Spartan Energy Corporation	36,386	31,082	Real Estate (9.7%)			
5,222	TORC Oil & Gas Limited	36,435	26,476	551	Colliers International Group Inc.	21,776	40,388
6,054	Trican Well Service Limited	25,173	21,976	398	FirstService Corporation	10,649	33,118
		322,723	307,285	1,231	Killam Apartment Real Estate Investment Trust	15,707	15,683
Financials (5.3%)				901	Mainstreet Health Investments Inc.	11,698	10,952
571	Canadian Western Bank	15,655	15,634	2,082	Pure Multi-Family Real Estate Investment Trust Limited Partnership	18,275	18,113
783	Fairfax India Holdings Corporation	13,369	16,260	4,538	StorageVault Canada Inc.	10,677	11,980
1,215	Fiera Capital Corporation	15,507	16,706	1,956	Tricon Capital Group Inc.	22,631	22,729
215	Laurentian Bank of Canada	11,625	11,647			111,413	152,963
7,541	The Westaim Corporation	23,930	23,905	Utilities (3.4%)			
		80,086	84,152	1,528	Boralex Inc. 'A'	26,373	33,555
Health Care (2.8%)				1,412	Innervex Renewable Energy Inc.	20,113	20,135
1,757	Chartwell Retirement Residences	18,054	27,216			46,486	53,690
1,072	Novadaq Technologies Inc.	13,727	16,317	Total Equities			
		31,781	43,533			1,260,405	1,471,870
Industrials (20.8%)				Total Investment Portfolio Including Transaction Costs (93.4%)			
3,201	Bird Construction Inc.	27,656	27,273			1,260,405	1,471,870
231	Boyd Group Income Fund	12,306	22,211	Transaction costs (3,064) —			
1,605	CAE Inc.	22,905	35,888	Total Investments			
315	Cargojet Inc.	14,298	14,966			1,257,341	1,471,870
3,523	DIRTT Environmental Solutions	23,810	24,133				

Empire Life Canadian Equity Mutual Fund

Interim Statements of Financial Position (unaudited)

As at	June 30, 2017	December 31, 2016
Assets		
Current assets		
Investments at fair value (Note 3)	\$ 1,656,324	\$ 1,946,285
Unrealized gain on forward foreign currency contracts (Note 3)	—	—
Purchased options (Note 3)	—	—
Cash	80,980	41,963
Margin account asset	—	—
Receivable for units issued	588	—
Receivable for investments sold	—	—
Interest and dividends receivable	4,379	5,359
Other receivable	105	—
Total Assets	1,742,376	1,993,607
Liabilities		
Current liabilities		
Unrealized loss on forward foreign currency contracts (Note 3)	—	—
Written options liability (Note 3)	—	—
Bank overdraft	—	—
Margin account liability	—	—
Accrued management fees	14,861	5,691
Accrued expenses	457	219
Payable for units redeemed	115	216
Payable for investments purchased	—	—
Payable for distributions	483	158
Total Liabilities (excluding Net Assets Attributable to Holders of Redeemable Units)	15,916	6,284
Net Assets Attributable to Holders of Redeemable Units	\$ 1,726,460	\$ 1,987,323

As at	Number of Units Outstanding (Note 7)		Net Assets Attributable to Holders of Redeemable Units per Unit		Net Assets Attributable to Holders of Redeemable Units	
	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016
Series A	41,185	56,401	\$ 14.34	\$ 14.35	\$ 590,716	\$ 809,330
Series T6	4,468	5,277	\$ 10.33	\$ 10.66	\$ 46,162	\$ 56,231
Series T8	12,446	14,588	\$ 9.16	\$ 9.54	\$ 113,975	\$ 139,206
Series I	64,779	65,957	\$ 15.06	\$ 14.90	\$ 975,607	\$ 982,556
Total					\$ 1,726,460	\$ 1,987,323



Mark Sylvia

President, Chief Executive Officer and Chair
Empire Life Investments Inc.



Scott Ewert

Director
Empire Life Investments Inc.

The accompanying notes are an integral part of these interim financial statements.

Empire Life Canadian Equity Mutual Fund

Interim Statements of Comprehensive Income (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Income		
Net gain (loss) on investments and derivatives		
Interest for distribution purposes	\$ 1	\$ 109
Dividends	23,109	21,876
Net realized gain (loss) on investments	120,224	15,233
Change in unrealized appreciation (depreciation) on investments	(121,587)	58,313
Total net gain (loss) on investments	21,747	95,531
Net realized gain (loss) on derivatives	—	—
Change in unrealized appreciation (depreciation) on derivatives	—	—
Total net gain (loss) on derivatives	—	—
Total net gain (loss) on investments and derivatives	21,747	95,531
Other income		
Foreign currency gain (loss) on cash and other net assets	(38)	(48)
Other income	989	—
Total Income	22,698	95,483
Expenses		
Management fee (Note 5)	8,675	6,338
Securityholder reporting costs	1,076	954
Administrative fees	32,737	12,081
Custodian fees	5,316	174
Audit fees	14,268	10,887
Legal fees	6,676	3,062
Interest and borrowing costs	75	—
Independent Review Committee fees	3,372	109
Foreign withholding tax	96	430
Transaction costs	565	367
Total Expenses before Manager Absorption	72,856	34,402
Less: Expenses Absorbed by Manager	63,180	27,018
Total Expenses after Manager Absorption (Note 5)	9,676	7,384
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	\$ 13,022	\$ 88,099

For the six months ended	Weighted Average Number of Units Outstanding		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Unit		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Series	
	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016
Series A	47,008	49,216	\$ 0.05	\$ 0.61	\$ 2,300	\$ 32,156
Series T6	4,505	3,949	\$ —	\$ 0.50	\$ 11	\$ 1,961
Series T8	12,906	9,327	\$ (0.01)	\$ 0.19	\$ (175)	\$ 1,755
Series I	65,270	64,900	\$ 0.17	\$ 0.80	\$ 10,886	\$ 52,227
Total					\$ 13,022	\$ 88,099

The accompanying notes are an integral part of these interim financial statements.

Empire Life Canadian Equity Mutual Fund

Interim Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

For the six months ended June 30, 2017	Series A	Series T6	Series T8	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 809,330	\$ 56,231	\$ 139,206	\$ 982,556	\$ 1,987,323
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	2,300	11	(175)	10,886	13,022
Redeemable Unit Transactions					
Proceeds from redeemable units issued	57,712	—	9,826	6,847	74,385
Reinvestments of distributions to holders of redeemable units	453	728	2,441	—	3,622
Redemption of redeemable units	(278,238)	(9,393)	(32,403)	(24,682)	(344,716)
Net Increase (Decrease) from Redeemable Unit Transactions	(220,073)	(8,665)	(20,136)	(17,835)	(266,709)
Distributions to Holders of Redeemable Units					
Net investment income	(841)	—	(8)	—	(849)
Capital gains	—	—	—	—	—
Return of capital	—	(1,415)	(4,912)	—	(6,327)
Total Distributions to Holders of Redeemable Units	(841)	(1,415)	(4,920)	—	(7,176)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	(218,614)	(10,069)	(25,231)	(6,949)	(260,863)
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 590,716	\$ 46,162	\$ 113,975	\$ 975,607	\$ 1,726,460
For the six months ended June 30, 2016	Series A	Series T6	Series T8	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 643,074	\$ 38,876	\$ 106,763	\$ 848,988	\$ 1,637,701
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	32,156	1,961	1,755	52,227	88,099
Redeemable Unit Transactions					
Proceeds from redeemable units issued	21,465	—	15,419	683	37,567
Reinvestments of distributions to holders of redeemable units	—	535	2,424	—	2,959
Redemption of redeemable units	(55,092)	—	(33,488)	(11,442)	(100,022)
Net Increase (Decrease) from Redeemable Unit Transactions	(33,627)	535	(15,645)	(10,759)	(59,496)
Distributions to Holders of Redeemable Units					
Net investment income	(1,958)	—	(19)	—	(1,977)
Capital gains	—	—	—	—	—
Return of capital	—	(1,173)	(3,323)	—	(4,496)
Total Distributions to Holders of Redeemable Units	(1,958)	(1,173)	(3,342)	—	(6,473)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	(3,429)	1,323	(17,232)	41,468	22,130
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 639,645	\$ 40,199	\$ 89,531	\$ 890,456	\$ 1,659,831

The accompanying notes are an integral part of these interim financial statements.

Empire Life Canadian Equity Mutual Fund

Interim Statements of Cash Flows (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Cash Flow from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 13,022	\$ 88,099
Adjustments for:		
Foreign currency (gain) loss on cash	8	(72)
Net realized (gain) loss on investments	(120,224)	(15,233)
Net realized (gain) loss on derivatives	—	—
Change in unrealized (appreciation) depreciation on investments	121,587	(58,313)
Change in unrealized (appreciation) depreciation on derivatives	—	—
(Increase) decrease in interest and dividends receivable	980	(376)
(Increase) decrease in accrued interest for short-term investments	—	—
(Increase) decrease in other receivables	(105)	—
Increase (decrease) in accrued liabilities	9,408	(101)
Purchase of investments	(306,314)	(175,768)
Proceeds from sales of investments	594,912	243,867
Proceeds from (to) settlement of derivatives	—	—
Net Cash Generated (Used) by Operating Activities	\$ 313,274	\$ 82,103
Cash Flow from Financing Activities		
Distributions to holders of redeemable units, net of reinvested distributions	\$ (3,229)	\$ (3,507)
Proceeds from redeemable units issued	73,797	37,442
Amount paid on redemption of redeemable units	(344,817)	(99,957)
Net Cash Generated (Used) by Financing Activities	\$ (274,249)	\$ (66,022)
Foreign currency gain (loss) on cash	\$ (8)	\$ 72
Net increase (decrease) in cash	39,025	16,081
Cash (overdraft) beginning of period	41,963	46,959
Cash (Overdraft) End of Period	\$ 80,980	\$ 63,112
Items Classified as Operating Activities		
Interest received, net of withholding tax	\$ 1	\$ 109
Dividends received, net of withholding tax	\$ 23,993	\$ 21,070

The accompanying notes are an integral part of these interim financial statements.

Empire Life Canadian Equity Mutual Fund

Interim Schedule of Investment Portfolio (unaudited)

As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Equities (95.9%)				Information Technology (5.7%)			
Consumer Discretionary (3.9%)				958	CGI Group Inc. 'A'	32,953	63,477
251	Cineplex Inc.	10,025	13,268	52	Constellation Software Inc.	14,766	35,277
741	Gildan Activewear Inc.	27,749	29,529			47,719	98,754
893	Shaw Communications Inc. 'B'	24,138	25,263				
		61,912	68,060	Materials (4.5%)			
Consumer Staples (10.2%)				427	Agrium Inc.	52,649	50,185
707	Alimentation Couche-Tard Inc. 'B'	27,578	43,947	639	Stella-Jones Inc.	22,314	28,282
530	Loblaw Companies Limited	32,775	38,234			74,963	78,467
821	Metro Inc.	20,983	35,040	Telecommunication Services (6.3%)			
261	Molson Coors Brewing Company	32,857	29,266	617	BCE Inc.	34,803	36,033
758	Saputo Inc.	24,846	31,268	807	Rogers Communications Inc. 'B'	36,623	49,429
		139,039	177,755	6,484	Vodafone Group PLC	21,917	23,818
Energy (16.0%)						93,343	109,280
895	Canadian Natural Resources Limited	32,902	33,491	Utilities (3.4%)			
2,223	Cenovus Energy Inc.	39,864	21,252	627	ATCO Limited 'I'	26,372	31,795
740	Enbridge Inc.	36,248	38,228	1,192	Hydro One Limited	27,708	27,690
1,057	Inter Pipeline Limited	26,133	26,848			54,080	59,485
600	Keyera Corporation	23,373	24,492	Total Equities			
1,428	Peyto Exploration & Development Corporation	44,683	33,587			1,405,746	1,656,324
1,627	PrairieSky Royalty Limited	48,334	48,045	Total Investment Portfolio Including Transaction Costs (95.9%)			
1,300	Suncor Energy Inc.	46,512	49,257			1,405,746	1,656,324
		298,049	275,200	Transaction costs			
Financials (31.9%)						(1,163)	—
849	Bank of Montreal	68,513	80,842	Total Investments			
1,066	Bank of Nova Scotia	65,128	83,159			1,404,583	1,656,324
1,109	Brookfield Asset Management Inc. 'A'	47,423	56,437				
1,277	Great-West Lifeco Inc.	43,377	44,887				
514	Intact Financial Corporation	36,779	50,351				
970	Royal Bank of Canada	65,625	91,335				
722	Sun Life Financial Inc.	31,574	33,472				
1,297	Toronto-Dominion Bank	62,109	84,759				
6	Trisura Group Limited	132	130				
317	Wells Fargo & Company	22,570	22,812				
		443,230	548,184				
Health Care (1.1%)							
117	Zimmer Biomet Holdings Inc.	16,235	19,510				
		16,235	19,510				
Industrials (12.9%)							
608	Canadian National Railway Company	37,013	63,974				
150	Canadian Pacific Railway Limited	33,932	31,298				
868	JELD-WEN Holding Inc.	36,203	36,591				
632	MacDonald Dettwiler & Associates Limited	44,000	42,647				
987	Torontom Industries Limited	26,028	47,119				
		177,176	221,629				

Empire Life Dividend Growth Mutual Fund

Interim Statements of Financial Position (unaudited)

As at	June 30, 2017	December 31, 2016
Assets		
Current assets		
Investments at fair value (Note 3)	\$ 19,397,466	\$ 19,409,820
Unrealized gain on forward foreign currency contracts (Note 3)	—	—
Purchased options (Note 3)	—	—
Cash	642,508	503,651
Margin account asset	—	—
Receivable for units issued	8,491	15,763
Receivable for investments sold	268,581	—
Interest and dividends receivable	65,705	63,666
Other receivable	3,873	—
Total Assets	20,386,624	19,992,900
Liabilities		
Current liabilities		
Unrealized loss on forward foreign currency contracts (Note 3)	—	—
Written options liability (Note 3)	—	—
Bank overdraft	—	—
Margin account liability	—	—
Accrued management fees	315,590	136,242
Accrued expenses	21,597	9,660
Payable for units redeemed	6,193	13,812
Payable for investments purchased	94,855	312
Payable for distributions	275,343	10,134
Total Liabilities (excluding Net Assets Attributable to Holders of Redeemable Units)	713,578	170,160
Net Assets Attributable to Holders of Redeemable Units	\$ 19,673,046	\$ 19,822,740

As at	Number of Units Outstanding (Note 7)		Net Assets Attributable to Holders of Redeemable Units per Unit		Net Assets Attributable to Holders of Redeemable Units	
	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016
Series A	1,018,793	989,596	\$ 13.84	\$ 14.17	\$ 14,102,405	\$ 14,017,812
Series F	138,417	155,231	\$ 13.19	\$ 13.44	\$ 1,825,164	\$ 2,085,832
Series T6	158,428	147,814	\$ 10.99	\$ 11.31	\$ 1,740,502	\$ 1,672,164
Series T8	100,935	100,069	\$ 9.80	\$ 10.20	\$ 989,139	\$ 1,020,262
Series I	72,941	72,672	\$ 13.93	\$ 14.13	\$ 1,015,836	\$ 1,026,670
Total					\$ 19,673,046	\$ 19,822,740



Mark Sylvia
President, Chief Executive Officer and Chair
 Empire Life Investments Inc.



Scott Ewert
Director
 Empire Life Investments Inc.

The accompanying notes are an integral part of these interim financial statements.

Empire Life Dividend Growth Mutual Fund

Interim Statements of Comprehensive Income (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Income		
Net gain (loss) on investments and derivatives		
Interest for distribution purposes	\$ 15,743	\$ 5,724
Dividends	295,411	282,639
Net realized gain (loss) on investments	560,836	29,479
Change in unrealized appreciation (depreciation) on investments	(625,486)	326,682
Total net gain (loss) on investments	246,504	644,524
Net realized gain (loss) on derivatives	—	4,378
Change in unrealized appreciation (depreciation) on derivatives	—	—
Total net gain (loss) on derivatives	—	4,378
Total net gain (loss) on investments and derivatives	246,504	648,902
Other income		
Foreign currency gain (loss) on cash and other net assets	(2,348)	(7,960)
Other income	2,153	—
Total Income	246,309	640,942
Expenses		
Management fee (Note 5)	174,041	146,263
Securityholder reporting costs	5,923	954
Administrative fees	52,866	21,535
Custodian fees	5,002	1,839
Audit fees	14,270	10,887
Legal fees	6,680	3,062
Interest and borrowing costs	55	—
Independent Review Committee fees	3,370	1,138
Foreign withholding tax	5,913	6,251
Transaction costs	6,221	25,057
Total Expenses before Manager Absorption	274,341	216,986
Less: Expenses Absorbed by Manager	76,466	29,418
Total Expenses after Manager Absorption (Note 5)	197,875	187,568
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	\$ 48,434	\$ 453,374

For the six months ended	Weighted Average Number of Units Outstanding		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Unit		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Series	
	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016
Series A	1,002,237	986,358	\$ 0.02	\$ 0.31	\$ 16,981	\$ 313,540
Series F	145,870	138,456	\$ 0.11	\$ 0.38	\$ 15,695	\$ 52,223
Series T6	153,465	147,715	\$ 0.01	\$ 0.24	\$ 1,691	\$ 36,379
Series T8	99,938	104,052	\$ 0.02	\$ 0.21	\$ 1,949	\$ 22,018
Series I	72,718	68,454	\$ 0.17	\$ 0.43	\$ 12,118	\$ 29,214
Total					\$ 48,434	\$ 453,374

The accompanying notes are an integral part of these interim financial statements.

Empire Life Dividend Growth Mutual Fund

Interim Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

For the six months ended June 30, 2017	Series A	Series F	Series T6	Series T8	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 14,017,812	\$ 2,085,832	\$ 1,672,164	\$ 1,020,262	\$ 1,026,670	\$ 19,822,740
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	16,981	15,695	1,691	1,949	12,118	48,434
Redeemable Unit Transactions						
Proceeds from redeemable units issued	1,556,598	162,629	142,192	101,797	13,873	1,977,089
Reinvestments of distributions to holders of redeemable units	124,690	8,364	7,446	11,708	10,997	163,205
Redemption of redeemable units	(1,264,222)	(400,528)	(29,895)	(105,611)	(21,076)	(1,821,332)
Net Increase (Decrease) from Redeemable Unit Transactions	417,066	(229,535)	119,743	7,894	3,794	318,962
Distributions to Holders of Redeemable Units						
Net investment income	(62,249)	(9,652)	(785)	(27)	(6,060)	(78,773)
Capital gains	(287,205)	(37,176)	—	—	(20,686)	(345,067)
Return of capital	—	—	(52,311)	(40,939)	—	(93,250)
Total Distributions to Holders of Redeemable Units	(349,454)	(46,828)	(53,096)	(40,966)	(26,746)	(517,090)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	84,593	(260,668)	68,338	(31,123)	(10,834)	(149,694)
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 14,102,405	\$ 1,825,164	\$ 1,740,502	\$ 989,139	\$ 1,015,836	\$ 19,673,046
For the six months ended June 30, 2016	Series A	Series F	Series T6	Series T8	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 11,886,042	\$ 1,521,755	\$ 1,523,998	\$ 1,021,624	\$ 834,666	\$ 16,788,085
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	313,540	52,223	36,379	22,018	29,214	453,374
Redeemable Unit Transactions						
Proceeds from redeemable units issued	1,387,089	561,871	754	102,941	8,656	2,061,311
Reinvestments of distributions to holders of redeemable units	37,124	7,769	4,740	6,141	11,985	67,759
Redemption of redeemable units	(1,145,429)	(174,628)	(5,280)	(144,993)	(5,443)	(1,475,773)
Net Increase (Decrease) from Redeemable Unit Transactions	278,784	395,012	214	(35,911)	15,198	653,297
Distributions to Holders of Redeemable Units						
Net investment income	(46,068)	(15,184)	(754)	(41)	(11,985)	(74,032)
Capital gains	—	—	—	—	—	—
Return of capital	—	—	(45,712)	(39,245)	—	(84,957)
Total Distributions to Holders of Redeemable Units	(46,068)	(15,184)	(46,466)	(39,286)	(11,985)	(158,989)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	546,256	432,051	(9,873)	(53,179)	32,427	947,682
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 12,432,298	\$ 1,953,806	\$ 1,514,125	\$ 968,445	\$ 867,093	\$ 17,735,767

The accompanying notes are an integral part of these interim financial statements.

Empire Life Dividend Growth Mutual Fund

Interim Statements of Cash Flows (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Cash Flow from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 48,434	\$ 453,374
Adjustments for:		
Foreign currency (gain) loss on cash	577	7,560
Net realized (gain) loss on investments	(560,836)	(29,479)
Net realized (gain) loss on derivatives	—	(4,378)
Change in unrealized (appreciation) depreciation on investments	625,486	(326,682)
Change in unrealized (appreciation) depreciation on derivatives	—	—
(Increase) decrease in interest and dividends receivable	(2,039)	1,240
(Increase) decrease in accrued interest for short-term investments	—	—
(Increase) decrease in other receivables	(3,873)	—
Increase (decrease) in accrued liabilities	191,285	(251)
Purchase of investments	(2,990,826)	(10,921,575)
Proceeds from sales of investments	2,764,492	11,802,554
Proceeds from (to) settlement of derivatives	—	4,378
Net Cash Generated (Used) by Operating Activities	\$ 72,700	\$ 986,741
Cash Flow from Financing Activities		
Distributions to holders of redeemable units, net of reinvested distributions	\$ (88,676)	\$ (89,141)
Proceeds from redeemable units issued	1,984,361	1,879,048
Amount paid on redemption of redeemable units	(1,828,951)	(1,498,244)
Net Cash Generated (Used) by Financing Activities	\$ 66,734	\$ 291,663
Foreign currency gain (loss) on cash	\$ (577)	\$ (7,560)
Net increase (decrease) in cash	139,434	1,278,404
Cash (overdraft) beginning of period	503,651	441,053
Cash (Overdraft) End of Period	\$ 642,508	\$ 1,711,897
Items Classified as Operating Activities		
Interest received, net of withholding tax	\$ 15,743	\$ 6,888
Dividends received, net of withholding tax	\$ 287,459	\$ 276,464

The accompanying notes are an integral part of these interim financial statements.

Empire Life Dividend Growth Mutual Fund

Interim Schedule of Investment Portfolio (unaudited)

As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Equities (98.6%)				Information Technology (1.7%)			
Consumer Discretionary (4.6%)				7,214	FLIR Systems Inc.	291,024	324,724
6,317	Cineplex Inc.	273,388	333,917			291,024	324,724
20,106	Shaw Communications Inc. 'B'	490,102	568,799				
		763,490	902,716				
Consumer Staples (4.3%)				Materials (8.5%)			
8,291	Alimentation Couche-Tard Inc. 'B'	461,526	515,369	2,443	Agrium Inc.	295,953	287,126
2,975	Molson Coors Brewing Company	374,861	333,586	26,493	Chemtrade Logistics Income Fund	470,112	481,908
		836,387	848,955	2,525	El du Pont de Nemours & Company	224,567	264,666
				3,024	Franco-Nevada Corporation	216,329	282,956
				16,412	Potash Corporation of Saskatchewan Inc.	355,321	347,114
						1,562,282	1,663,770
Energy (20.1%)				Real Estate (6.2%)			
16,232	ARC Resources Limited	347,377	275,295				
7,777	Canadian Natural Resources Limited	292,797	291,015	11,032	Allied Properties Real Estate Investment Trust	403,243	429,365
29,600	Cenovus Energy Inc.	562,641	282,976	14,083	Brookfield Property Partners Limited Partnership	362,204	432,066
11,340	Enbridge Inc.	551,990	585,824	6,078	Smart Real Estate Investment Trust	199,229	195,225
6,829	Enerflex Limited	72,201	128,522	9,263	WPT Industrial Real Estate Investment Trust	142,746	156,629
38,500	Ensign Energy Services Inc.	287,804	266,805			1,107,422	1,213,285
10,580	Keyera Corporation	422,870	431,876				
9,925	Parkland Fuel Corporation	297,492	294,872	Telecommunication Services (4.9%)			
3,887	Parkland Fuel Corporation Restricted Shares	107,670	115,483	5,273	BCE Inc.	284,803	307,943
9,534	Peyto Exploration & Development Corporation	271,180	224,240	5,183	Rogers Communications Inc. 'B'	254,882	317,459
22,092	PrairieSky Royalty Limited	549,110	652,377	90,898	Vodafone Group PLC	344,479	333,896
10,686	Suncor Energy Inc.	385,462	404,893			884,164	959,298
		4,148,594	3,954,178	Utilities (4.9%)			
Financials (28.2%)				5,803	Brookfield Infrastructure Partners Limited Partnership	204,675	307,791
11,154	Bank of Nova Scotia	718,042	870,124	5,203	Brookfield Renewable Energy Partners Limited Partnership	179,237	215,144
10,741	Brookfield Asset Management Inc. 'A'	477,044	546,609	19,092	Hydro One Limited	431,185	443,507
2,216	Canadian Imperial Bank of Commerce	216,375	233,544			815,097	966,442
9,202	CI Financial Corporation	246,887	254,343	Total Equities			
26,120	Manulife Financial Corporation	456,927	634,977			17,676,517	19,397,466
14,020	Power Financial Corporation	426,031	466,445	Total Investment Portfolio Including Transaction Costs (98.6%)			
10,281	Royal Bank of Canada	783,681	968,059			17,676,517	19,397,466
15,439	Toronto-Dominion Bank	820,013	1,008,939	Transaction costs			
63	Trisura Group Limited	1,324	1,367			(21,230)	—
7,901	Wells Fargo & Company	503,924	568,564	Total Investments			
		4,650,248	5,552,971			17,655,287	19,397,466
Health Care (4.4%)				Industrials (10.8%)			
2,102	Cardinal Health Inc.	192,803	212,711	3,443	Brenntag AG	214,379	258,463
5,645	Novo Nordisk AS 'B'	264,773	313,544	5,525	Canadian National Railway Company	441,707	581,341
2,074	Zimmer Biomet Holdings Inc.	284,896	345,846	12,723	JELD-WEN Holding Inc.	530,864	536,349
		742,472	872,101	7,453	MacDonald Dettwiler & Associates Limited	512,838	502,928
				3,112	Waste Connections Inc.	175,549	259,945
						1,875,337	2,139,026

Empire Life Monthly Income Mutual Fund

Interim Statements of Financial Position (unaudited)

As at	June 30, 2017	December 31, 2016
Assets		
Current assets		
Investments at fair value (Note 3)	\$ 22,127,376	\$ 20,872,671
Unrealized gain on forward foreign currency contracts (Note 3)	—	—
Purchased options (Note 3)	—	—
Cash	909,505	27,564
Margin account asset	—	—
Receivable for units issued	190,996	91,477
Receivable for investments sold	—	—
Interest and dividends receivable	87,875	96,390
Other receivable	1,324	—
Total Assets	23,317,076	21,088,102
Liabilities		
Current liabilities		
Unrealized loss on forward foreign currency contracts (Note 3)	—	—
Written options liability (Note 3)	—	—
Bank overdraft	—	—
Margin account liability	—	—
Accrued management fees	231,114	105,237
Accrued expenses	14,552	6,861
Payable for units redeemed	21,659	135,537
Payable for investments purchased	73,259	103,221
Payable for distributions	22,089	19,165
Total Liabilities (excluding Net Assets Attributable to Holders of Redeemable Units)	362,673	370,021
Net Assets Attributable to Holders of Redeemable Units	\$ 22,954,403	\$ 20,718,081

As at	Number of Units Outstanding (Note 7)		Net Assets Attributable to Holders of Redeemable Units per Unit		Net Assets Attributable to Holders of Redeemable Units	
	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016
Series A	1,011,544	981,305	\$ 9.98	\$ 10.14	\$ 10,095,076	\$ 9,951,568
Series F	243,080	276,218	\$ 10.45	\$ 10.57	\$ 2,541,154	\$ 2,919,346
Series T6	159,732	152,951	\$ 9.15	\$ 9.35	\$ 1,461,931	\$ 1,429,693
Series T8	22,421	20,689	\$ 8.10	\$ 8.36	\$ 181,569	\$ 172,872
Series I	766,477	548,799	\$ 11.32	\$ 11.38	\$ 8,674,673	\$ 6,244,602
Total					\$ 22,954,403	\$ 20,718,081



Mark Sylvia

President, Chief Executive Officer and Chair
Empire Life Investments Inc.



Scott Ewert

Director
Empire Life Investments Inc.

The accompanying notes are an integral part of these interim financial statements.

Empire Life Monthly Income Mutual Fund

Interim Statements of Comprehensive Income (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Income		
Net gain (loss) on investments and derivatives		
Interest for distribution purposes	\$ 155,299	\$ 139,600
Dividends	149,809	121,167
Net realized gain (loss) on investments	440,225	(192,885)
Change in unrealized appreciation (depreciation) on investments	(320,633)	745,872
Total net gain (loss) on investments	424,700	813,754
Net realized gain (loss) on derivatives	—	—
Change in unrealized appreciation (depreciation) on derivatives	—	—
Total net gain (loss) on derivatives	—	—
Total net gain (loss) on investments and derivatives	424,700	813,754
Other income		
Foreign currency gain (loss) on cash and other net assets	(419)	(3,289)
Other income	270	—
Total Income	424,551	810,465
Expenses		
Management fee (Note 5)	123,374	121,868
Securityholder reporting costs	5,463	954
Administrative fees	51,093	22,235
Custodian fees	9,323	1,966
Audit fees	14,270	10,887
Legal fees	6,680	3,062
Interest and borrowing costs	538	8
Independent Review Committee fees	3,370	1,209
Foreign withholding tax	2,419	3,690
Transaction costs	15,797	17,442
Total Expenses before Manager Absorption	232,327	183,321
Less: Expenses Absorbed by Manager	82,285	32,418
Total Expenses after Manager Absorption (Note 5)	150,042	150,903
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	\$ 274,509	\$ 659,562

For the six months ended	Weighted Average Number of Units Outstanding		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Unit		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Series	
	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016
Series A	1,003,650	1,038,117	\$ 0.10	\$ 0.31	\$ 98,300	\$ 331,345
Series F	252,749	254,938	\$ 0.16	\$ 0.35	40,800	90,638
Series T6	155,430	141,079	\$ 0.08	\$ 0.30	12,893	43,274
Series T8	20,109	23,645	\$ 0.04	\$ 0.26	870	6,250
Series I	639,988	359,686	\$ 0.19	\$ 0.52	121,646	188,055
Total					\$ 274,509	\$ 659,562

The accompanying notes are an integral part of these interim financial statements.

Empire Life Monthly Income Mutual Fund

Interim Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

For the six months ended June 30, 2017	Series A	Series F	Series T6	Series T8	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 9,951,568	\$ 2,919,346	\$ 1,429,693	\$ 172,872	\$ 6,244,602	\$ 20,718,081
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	98,300	40,800	12,893	870	121,646	274,509
Redeemable Unit Transactions						
Proceeds from redeemable units issued	1,391,265	329,787	76,000	50,400	2,713,083	4,560,535
Reinvestments of distributions to holders of redeemable units	172,840	52,168	16,705	5,527	187,649	434,889
Redemption of redeemable units	(1,259,167)	(733,799)	(28,978)	(41,349)	(404,658)	(2,467,951)
Net Increase (Decrease) from Redeemable Unit Transactions	304,938	(351,844)	63,727	14,578	2,496,074	2,527,473
Distributions to Holders of Redeemable Units						
Net investment income	(132,751)	(35,785)	(776)	(60)	(105,918)	(275,290)
Capital gains	—	—	—	—	—	—
Return of capital	(126,979)	(31,363)	(43,606)	(6,691)	(81,731)	(290,370)
Total Distributions to Holders of Redeemable Units	(259,730)	(67,148)	(44,382)	(6,751)	(187,649)	(565,660)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	143,508	(378,192)	32,238	8,697	2,430,071	2,236,322
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 10,095,076	\$ 2,541,154	\$ 1,461,931	\$ 181,569	\$ 8,674,673	\$ 22,954,403
For the six months ended June 30, 2016	Series A	Series F	Series T6	Series T8	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 10,435,039	\$ 2,805,661	\$ 1,283,867	\$ 201,739	\$ 3,162,005	\$ 17,888,311
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	331,345	90,638	43,274	6,250	188,055	659,562
Redeemable Unit Transactions						
Proceeds from redeemable units issued	502,608	423,592	25,600	5,360	1,332,528	2,289,688
Reinvestments of distributions to holders of redeemable units	175,270	55,601	14,744	4,172	101,020	350,807
Redemption of redeemable units	(862,096)	(662,870)	(6,507)	(19,243)	(125,151)	(1,675,867)
Net Increase (Decrease) from Redeemable Unit Transactions	(184,218)	(183,677)	33,837	(9,711)	1,308,397	964,628
Distributions to Holders of Redeemable Units						
Net investment income	(262,477)	(65,245)	(600)	(60)	(101,173)	(429,555)
Capital gains	—	—	—	—	—	—
Return of capital	—	—	(39,344)	(7,954)	—	(47,298)
Total Distributions to Holders of Redeemable Units	(262,477)	(65,245)	(39,944)	(8,014)	(101,173)	(476,853)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	(115,350)	(158,284)	37,167	(11,475)	1,395,279	1,147,337
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 10,319,689	\$ 2,647,377	\$ 1,321,034	\$ 190,264	\$ 4,557,284	\$ 19,035,648

The accompanying notes are an integral part of these interim financial statements.

Empire Life Monthly Income Mutual Fund

Interim Statements of Cash Flows (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Cash Flow from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 274,509	\$ 659,562
Adjustments for:		
Foreign currency (gain) loss on cash	(706)	10,612
Net realized (gain) loss on investments	(440,225)	192,885
Net realized (gain) loss on derivatives	—	—
Change in unrealized (appreciation) depreciation on investments	320,633	(745,872)
Change in unrealized (appreciation) depreciation on derivatives	—	—
(Increase) decrease in interest and dividends receivable	8,515	3,788
(Increase) decrease in accrued interest for short-term investments	26	—
(Increase) decrease in other receivables	(1,324)	—
Increase (decrease) in accrued liabilities	133,568	(1,055)
Purchase of investments	(201,891,000)	(16,566,270)
Proceeds from sales of investments	200,725,899	16,092,208
Proceeds from (to) settlement of derivatives	—	—
Net Cash Generated (Used) by Operating Activities	\$ (870,105)	\$ (354,142)
Cash Flow from Financing Activities		
Distributions to holders of redeemable units, net of reinvested distributions	\$ (127,847)	\$ (129,047)
Proceeds from redeemable units issued	4,461,016	2,175,730
Amount paid on redemption of redeemable units	(2,581,829)	(1,599,025)
Net Cash Generated (Used) by Financing Activities	\$ 1,751,340	\$ 447,658
Foreign currency gain (loss) on cash	\$ 706	\$ (10,612)
Net increase (decrease) in cash	881,235	93,516
Cash (overdraft) beginning of period	27,564	548,485
Cash (Overdraft) End of Period	\$ 909,505	\$ 631,389
Items Classified as Operating Activities		
Interest received, net of withholding tax	\$ 169,921	\$ 143,692
Dividends received, net of withholding tax	\$ 141,309	\$ 117,173

The accompanying notes are an integral part of these interim financial statements.

Empire Life Monthly Income Mutual Fund

Interim Schedule of Investment Portfolio (unaudited)

As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Equities (54.6%)				Health Care (1.9%) (continued)			
Consumer Discretionary (4.7%)				2,114	Novo Nordisk AS 'B'	114,055	117,419
4,275	Cineplex Inc.	224,485	225,976	890	Orpea	92,345	128,640
1,049	Dollarama Inc.	85,972	129,982			353,127	440,263
10,979	EnerCare Inc.	178,289	216,506	Industrials (10.1%)			
3,205	Gildan Activewear Inc. USD	104,860	127,909	23,409	Bird Construction Inc.	202,267	199,445
4,474	Gildan Activewear Inc.	158,143	178,289	1,397	Boyd Group Income Fund	95,384	134,322
1,722	New Look Vision Group Inc.	51,983	52,952	6,869	CAE Inc.	98,287	153,591
1,100	Restaurant Brands International Inc.	58,558	89,254	4,696	Canadian National Railway Company	343,979	494,113
287	The Home Depot Inc.	51,767	57,176	506	Canadian Pacific Railway Limited	99,476	105,577
		914,057	1,078,044	420	General Dynamics Corporation	114,395	108,055
Consumer Staples (3.9%)				2,989	K-Bro Linen Inc.	117,283	121,055
1,409	British American Tobacco PLC	134,565	124,407	4,168	MacDonald Dettwiler & Associates Limited	270,248	281,257
400	Costco Wholesale Corporation	85,893	83,081	2,353	New Flyer Industries Inc.	67,672	127,627
1,028	Heineken NV	135,718	129,629	3,798	Richelieu Hardware Limited	108,596	114,130
18,335	Liquor Stores NA Limited	187,093	180,233	4,882	Russel Metals Inc.	131,092	126,737
1,300	Premium Brands Holdings Corporation	43,184	120,952	9,110	Wajax Corporation	208,002	206,250
1,065	Reckitt Benckiser Group PLC	133,845	139,846	2,836	WSP Global Inc.	139,446	152,605
1,981	Seven & i Holdings Company Limited	114,219	105,968			1,996,127	2,324,764
		834,517	884,116	Information Technology (2.1%)			
Energy (11.1%)				764	ASML Holding NV	131,027	129,123
9,681	ARC Resources Limited	203,482	164,190	1,914	CGI Group Inc. 'A'	97,741	126,822
3,596	Enbridge Income Fund Holdings Inc.	107,700	115,755	194	Keyence Corporation	115,137	110,637
12,908	Freehold Royalties Limited	173,082	168,449	701	MasterCard Inc. 'A'	114,527	110,567
21,557	Granite Oil Corporation	112,839	99,809			458,432	477,149
7,465	Parkland Fuel Corporation	183,494	221,785	Materials (4.1%)			
146	Parkland Fuel Corporation Restricted Shares	4,044	4,338	1,981	Agnico Eagle Mines Limited	89,195	115,849
2,656	Patterson-UTI Energy Inc.	100,787	69,642	1,903	Agrium Inc.	226,375	223,660
6,598	Pembina Pipeline Corporation	227,769	283,384	12,626	Dominion Diamond Corporation	226,576	206,056
7,074	PrairieSky Royalty Limited	193,519	208,895	794	Franco-Nevada Corporation	45,717	74,295
14,090	Precision Drilling Corporation	77,756	62,419	5,814	Potash Corporation of Saskatchewan Inc.	128,468	122,966
10,972	Suncor Energy Inc.	452,903	415,728	25,789	Western Forest Products Inc.	55,704	60,346
41,451	TORC Oil & Gas Limited	240,184	210,157	2,545	Winpak Limited	122,204	148,170
6,866	TransCanada Corporation	388,039	424,456			894,239	951,342
2,107	Vermilion Energy Inc.	111,174	86,682	Real Estate (2.4%)			
		2,576,772	2,535,689	8,845	Killam Apartment Real Estate Investment Trust	112,749	112,685
Financials (11.7%)				2,695	Northview Apartment Real Estate Investment Trust	56,377	56,703
1,000	Bank of Montreal Preferred 4.500%	25,000	25,750	24,090	Pure Multi-Family Real Estate Investment Trust Limited Partnership	211,899	209,583
9,203	Bank of Nova Scotia	703,884	717,925	15,178	Tricon Capital Group Inc.	170,297	176,368
689	CME Group Inc.	98,684	112,065			551,322	555,339
2,601	Laurentian Bank of Canada	139,271	140,896	Telecommunication Services (0.4%)			
7,617	Royal Bank of Canada	616,799	717,216	1,743	BCE Inc.	100,451	101,791
5,109	Sun Life Financial Inc.	236,376	236,853			100,451	101,791
714	The PNC Financial Services Group Inc.	114,632	115,789	Utilities (2.2%)			
9,203	Toronto-Dominion Bank	490,810	601,416	5,187	Boralex Inc. 'A'	116,419	113,907
		2,425,456	2,667,910	2,343	Emera Inc.	114,235	112,956
Health Care (1.9%)				11,812	Innogy Renewable Energy Inc.	167,351	168,439
7,513	Chartwell Retirement Residences	85,217	116,376				
453	Johnson & Johnson	61,510	77,828				

Empire Life Monthly Income Mutual Fund

Interim Schedule of Investment Portfolio (unaudited) continued
As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Utilities (2.2%) (continued)				Canadian Corporate Bonds (22.4%) (continued)			
4,434	Red Electrica Corporacion SA	137,382	120,158	40,000	Laurentian Bank of Canada Floating Rate 3.132% Oct 19, 2022	40,962	40,150
		535,387	515,460	130,000	Leisureworld Senior Care Limited Partnership 3.474% Feb 3, 2021	137,324	135,604
Total Equities				60,000	Loblaw Companies Limited 3.748% Mar 12, 2019	62,840	61,979
Bonds (41.8%)				105,000	Loblaw Companies Limited 4.860% Sep 12, 2023	116,337	117,440
Canadian Corporate Bonds (22.4%)				40,000	Magna International Inc. 3.100% Dec 15, 2022	40,396	41,303
75,000	407 International Inc. 2.430% May 4, 2027	75,311	74,263	75,000	Manitoba Telecom Services Inc. 4.000% May 27, 2024	78,142	80,288
70,000	407 International Inc. 3.600% May 21, 2047	71,342	72,671	40,000	Manufacturers Life Insurance Company 3.938% Sep 21, 2022	42,108	40,231
90,000	Alectra Inc. 2.488% May 17, 2027	90,065	88,680	60,000	Manulife Bank of Canada 2.082% May 26, 2022	60,068	59,299
75,000	Bank of Montreal 1.610% Oct 28, 2021	74,996	73,643	65,000	Manulife Financial Capital Trust II Floating Rate 7.405% Dec 31, 2108	78,696	72,917
55,000	Bank of Nova Scotia 1.830% Apr 27, 2022	54,979	54,163	100,000	Metro Inc. 3.200% Dec 1, 2021	103,746	103,549
80,000	Bank of Nova Scotia 2.290% Jun 28, 2024	79,995	79,286	25,000	Metro Inc. 5.970% Oct 15, 2035	28,293	31,036
90,000	Bell Canada Inc. 3.540% Jun 12, 2020	95,733	93,918	50,000	National Bank of Canada 2.794% Aug 9, 2018	51,024	50,736
90,000	Bell Canada Inc. 2.700% Feb 27, 2024	89,897	90,022	60,000	National Bank of Canada 2.404% Oct 28, 2019	60,439	60,943
60,000	Caisse Centrale Desjardins 2.091% Jan 17, 2022	60,000	59,925	90,000	National Bank of Canada 1.957% Jun 30, 2022	90,000	89,105
100,000	Canadian Imperial Bank of Commerce Capital Trust 9.976% Jun 30, 2108	126,452	114,406	50,000	Parkland Fuel Corporation 5.500% May 28, 2021	50,675	51,656
100,000	Canadian National Railway Company 2.750% Feb 18, 2021	104,617	103,099	50,000	Parkland Fuel Corporation 5.625% May 9, 2025	50,000	50,510
115,000	Canadian National Railway Company 2.800% Sep 22, 2025	115,795	118,275	115,000	Power Corporation of Canada 7.570% Apr 22, 2019	138,786	126,012
100,000	Canadian National Railway Company 3.950% Sep 22, 2045	99,556	110,431	40,000	Reliance Limited Partnership 4.075% Aug 2, 2021	39,979	41,386
75,000	Canadian Natural Resources Limited 2.050% Jun 1, 2020	75,020	74,375	40,000	RioCan Real Estate Investment Trust 3.620% Jun 1, 2020	42,115	41,559
35,000	Canadian Real Estate Investment Trust 2.951% Jan 18, 2023	34,999	34,664	50,000	River Cree Enterprises Limited Partnership 11.000% Jan 20, 2021	50,571	52,383
70,000	Capital Desjardins Inc. 5.187% May 5, 2020	78,332	76,059	85,000	Royal Bank of Canada 1.650% Jul 15, 2021	84,975	83,784
55,000	Central 1 Credit Union 1.870% Mar 16, 2020	54,986	54,734	90,000	Royal Bank of Canada Floating Rate 3.310% Jan 20, 2026	89,934	92,634
110,000	Choice Properties Real Estate Investment Trust 3.554% Jul 5, 2018	115,539	112,075	60,000	Saputo Inc. 1.939% Jun 13, 2022	60,000	58,975
60,000	CI Financial Corporation 2.775% Nov 25, 2021	60,000	60,480	80,000	Saputo Inc. 2.827% Nov 21, 2023	80,000	81,027
75,000	CT Real Estate Investment Trust 2.159% Jun 1, 2021	74,882	74,166	140,000	Scotiabank Capital Trust Floating Rate 5.650% Dec 31, 2056	180,330	171,186
60,000	Dollarama Inc. 3.095% Nov 5, 2018	61,786	61,090	115,000	Shoppers Drug Mart Corporation 2.360% May 24, 2018	116,135	115,829
40,000	Enercare Solutions Inc. 3.380% Feb 21, 2022	39,993	40,378	90,000	Sobeys Inc. 3.520% Aug 8, 2018	92,677	91,528
80,000	Ford Credit Canada Limited 3.700% Aug 2, 2018	82,613	81,598	50,000	Superior Plus Limited Partnership 5.250% Feb 27, 2024	50,409	51,375
20,000	Gaz Metro Inc. 3.530% May 16, 2047	19,978	20,557	80,000	TD Capital Trust III Floating Rate 7.243% Dec 31, 2049	90,522	86,323
50,000	GE Capital Canada Funding Company 4.600% Jan 26, 2022	57,674	55,399	30,000	TD Capital Trust IV Floating Rate 6.631% Jun 30, 2108	35,478	34,418
80,000	General Motors Financial of Canada Limited 2.600% Jun 1, 2022	79,992	78,733	95,000	Thomson Reuters Corporation 3.369% May 23, 2019	98,809	97,607
45,000	GLF Environmental Inc. 5.625% May 1, 2022	61,684	60,049	55,000	Toronto-Dominion Bank 4.859% Mar 4, 2031	58,724	61,904
50,000	Golf Town Canada/Golfsmith International Holdings Inc. 10.500% Jul 24, 2018	30,246	12,688	65,000	Toronto-Dominion Bank Floating Rate 2.982% Sep 30, 2025	65,413	66,301
100,000	Great Canadian Gaming Corporation 6.625% Jul 25, 2022	104,243	103,933	75,000	Transcanada Trust Floating Rate 4.650% May 18, 2077	75,000	75,423
25,000	Hydro One Inc. 1.840% Feb 24, 2021	25,097	24,990	80,000	Videotron Limited 5.625% Jun 15, 2025	80,688	86,667
50,000	Hydro One Inc. 3.720% Nov 18, 2047	50,037	52,551	45,000	Wajax Corporation 6.125% Oct 23, 2020	45,182	46,491
60,000	IGM Financial Inc. 3.440% Jan 26, 2027	59,960	61,193			5,208,231	5,158,622
95,000	Intact Financial Corporation 2.850% Jun 7, 2027	94,984	93,107				
50,000	Iron Mountain Canada Operations ULC 5.375% Sep 15, 2023	50,100	52,188				
90,000	Laurentian Bank of Canada 2.810% Jun 13, 2019	90,571	91,275				

Empire Life Monthly Income Mutual Fund

Interim Schedule of Investment Portfolio (unaudited) continued

As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)	No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Government Bonds (9.1%)				U.S. Corporate Bonds (2.5%)			
210,000	Canada Housing Trust 2.350% Dec 15, 2018	215,129	213,600	95,000	Anheuser-Busch InBev Finance Inc. 2.600% May 15, 2024	94,976	94,121
220,000	Canada Housing Trust 1.250% Dec 15, 2020	219,446	217,934	75,000	Anheuser-Busch InBev Finance Inc. 4.320% May 15, 2047	75,000	77,994
30,000	Government of Canada 1.750% Mar 1, 2019	30,408	30,337	85,000	Great-West Lifeco Finance Delaware Limited Partnership II Floating Rate 7.127% Jun 26, 2068	96,779	89,428
575,000	Government of Canada 0.750% May 1, 2019	575,409	571,470	75,000	Molson Coors International Limited Partnership 2.840% Jul 15, 2023	75,326	74,826
100,000	Government of Canada 1.750% Sep 1, 2019	102,287	101,326	135,000	PepsiCo Inc. 2.150% May 6, 2024	135,246	133,277
35,000	Government of Canada 0.750% Sep 1, 2020	34,755	34,490	100,000	United Parcel Service Inc. 2.125% May 21, 2024	99,812	98,586
110,000	Government of Canada 0.750% Sep 1, 2021	109,237	107,406			577,139	568,232
105,000	Government of Canada 0.500% Mar 1, 2022	102,630	100,863			9,637,265	9,595,509
45,000	Government of Canada 2.750% Jun 1, 2022	48,285	47,870				
530,000	Government of Canada 1.000% Jun 1, 2027	504,437	493,962				
140,000	Government of Canada 2.750% Dec 1, 2048	155,930	159,835				
		2,097,953	2,079,093				
Municipal Bonds (0.1%)				Total Investment Portfolio Including Transaction Costs (96.4%)			
20,000	City of Toronto 3.900% Sep 29, 2023	21,228	21,885			(20,018)	—
		21,228	21,885			21,257,134	22,127,376
Provincial Bonds (7.7%)							
80,000	Newfoundland & Labrador Hydro 3.600% Dec 1, 2045	77,390	84,204				
70,000	Province of Alberta 3.050% Dec 1, 2048	69,986	69,961				
90,000	Province of British Columbia 2.550% Jun 18, 2027	89,772	91,131				
40,000	Province of British Columbia 2.800% Jun 18, 2048	39,812	39,288				
90,000	Province of New Brunswick 2.350% Aug 14, 2027	89,975	88,084				
110,000	Province of New Brunswick 3.100% Aug 14, 2048	108,553	109,570				
120,000	Province of Newfoundland and Labrador 3.700% Oct 17, 2048	119,906	130,704				
85,000	Province of Ontario 2.850% Jun 2, 2023	85,818	88,708				
160,000	Province of Ontario 2.400% Jun 2, 2026	161,893	160,141				
250,000	Province of Ontario 2.900% Dec 2, 2046	237,467	247,075				
280,000	Province of Ontario 2.800% Jun 2, 2048	281,488	272,379				
100,000	Province of Quebec 2.500% Sep 1, 2026	102,882	100,985				
180,000	Province of Quebec 3.500% Dec 1, 2045	186,507	198,952				
30,000	Province of Quebec 3.500% Dec 1, 2048	31,401	33,551				
50,000	Province of Saskatchewan 3.300% Jun 2, 2048	49,864	52,944				
		1,732,714	1,767,677				

Empire Life Money Market Mutual Fund

Interim Statements of Financial Position (unaudited)

As at	June 30, 2017	December 31, 2016
Assets		
Current assets		
Investments at fair value (Note 3)	\$ 1,174,865	\$ 2,257,875
Unrealized gain on forward foreign currency contracts (Note 3)	—	—
Purchased options (Note 3)	—	—
Cash	648,874	165,787
Margin account asset	—	—
Receivable for units issued	5	—
Receivable for investments sold	—	—
Interest and dividends receivable	4,089	4,000
Other receivable	2,419	648
Total Assets	1,830,252	2,428,310
Liabilities		
Current liabilities		
Unrealized loss on forward foreign currency contracts (Note 3)	—	—
Written options liability (Note 3)	—	—
Bank overdraft	—	—
Margin account liability	—	—
Accrued management fees	17,376	8,143
Accrued expenses	—	—
Payable for units redeemed	768	3,258
Payable for investments purchased	—	—
Payable for distributions	40	—
Total Liabilities (excluding Net Assets Attributable to Holders of Redeemable Units)	18,184	11,401
Net Assets Attributable to Holders of Redeemable Units	\$ 1,812,068	\$ 2,416,909

As at	Number of Units Outstanding (Note 7)		Net Assets Attributable to Holders of Redeemable Units per Unit		Net Assets Attributable to Holders of Redeemable Units	
	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016	June 30, 2017	December 31, 2016
Series A	245,383	366,591	\$ 5.00	\$ 5.00	\$ 1,226,918	\$ 1,832,937
Series I	117,030	116,795	\$ 5.00	\$ 5.00	\$ 585,150	\$ 583,972
Total					\$ 1,812,068	\$ 2,416,909



Mark Sylvia

President, Chief Executive Officer and Chair
Empire Life Investments Inc.



Scott Ewert

Director
Empire Life Investments Inc.

The accompanying notes are an integral part of these interim financial statements.

Empire Life Money Market Mutual Fund

Interim Statements of Comprehensive Income (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Income		
Net gain (loss) on investments and derivatives		
Interest for distribution purposes	\$ 10,353	\$ 9,925
Dividends	—	—
Net realized gain (loss) on investments	—	—
Change in unrealized appreciation (depreciation) on investments	—	—
Total net gain (loss) on investments	10,353	9,925
Net realized gain (loss) on derivatives	—	—
Change in unrealized appreciation (depreciation) on derivatives	—	—
Total net gain (loss) on derivatives	—	—
Total net gain (loss) on investments and derivatives	10,353	9,925
Other income		
Foreign currency gain (loss) on cash and other net assets	—	—
Other income	—	—
Total Income	10,353	9,925
Expenses		
Management fee (Note 5)	9,084	6,151
Securityholder reporting costs	1,003	954
Administrative fees	30,943	12,366
Custodian fees	3,177	225
Audit fees	14,270	10,887
Legal fees	6,678	3,062
Interest and borrowing costs	8	—
Independent Review Committee fees	3,372	137
Foreign withholding tax	—	—
Transaction costs	—	—
Total Expenses before Manager Absorption	68,535	33,782
Less: Expenses Absorbed by Manager	61,159	27,631
Total Expenses after Manager Absorption (Note 5)	7,376	6,151
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	\$ 2,977	\$ 3,774

For the six months ended	Weighted Average Number of Units Outstanding		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Unit		Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units Per Series	
	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016	June 30, 2017	June 30, 2016
Series A	390,225	288,877	\$ —	\$ —	\$ 603	\$ 948
Series I	116,760	116,494	\$ 0.02	0.02	2,374	2,826
Total					\$ 2,977	\$ 3,774

The accompanying notes are an integral part of these interim financial statements.

Empire Life Money Market Mutual Fund

Interim Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (unaudited)

For the six months ended June 30, 2017	Series A	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 1,832,937	\$ 583,972	\$ 2,416,909
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	603	2,374	\$ 2,977
Redeemable Unit Transactions			
Proceeds from redeemable units issued	1,252,226	6,485	1,258,711
Reinvestments of distributions to holders of redeemable units	495	2,368	2,863
Redemption of redeemable units	(1,858,758)	(7,676)	(1,866,434)
Net Increase (Decrease) from Redeemable Unit Transactions	(606,037)	1,177	(604,860)
Distributions to Holders of Redeemable Units			
Net investment income	(585)	(2,373)	(2,958)
Capital gains	—	—	—
Return of capital	—	—	—
Total Distributions to Holders of Redeemable Units	(585)	(2,373)	(2,958)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	(606,019)	1,178	(604,841)
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 1,226,918	\$ 585,150	\$ 1,812,068
<hr/>			
For the six months ended June 30, 2016	Series A	Series I	Total
Net Assets Attributable to Holders of Redeemable Units at Beginning of Period	\$ 1,051,563	\$ 584,716	\$ 1,636,279
Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units	948	2,826	\$ 3,774
Redeemable Unit Transactions			
Proceeds from redeemable units issued	1,243,339	—	1,243,339
Reinvestments of distributions to holders of redeemable units	559	2,824	3,383
Redemption of redeemable units	(799,930)	(4,146)	(804,076)
Net Increase (Decrease) from Redeemable Unit Transactions	443,968	(1,322)	442,646
Distributions to Holders of Redeemable Units			
Net investment income	(948)	(2,826)	(3,774)
Capital gains	—	—	—
Return of capital	—	—	—
Total Distributions to Holders of Redeemable Units	(948)	(2,826)	(3,774)
Net Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units	443,968	(1,322)	442,646
Net Assets Attributable to Holders of Redeemable Units at End of Period	\$ 1,495,531	\$ 583,394	\$ 2,078,925

The accompanying notes are an integral part of these interim financial statements.

Empire Life Money Market Mutual Fund

Interim Statements of Cash Flows (unaudited)

For the six months ended	June 30, 2017	June 30, 2016
Cash Flow from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 2,977	\$ 3,774
Adjustments for:		
Foreign currency (gain) loss on cash	—	—
Net realized (gain) loss on investments	—	—
Net realized (gain) loss on derivatives	—	—
Change in unrealized (appreciation) depreciation on investments	—	—
Change in unrealized (appreciation) depreciation on derivatives	—	—
(Increase) decrease in interest and dividends receivable	(89)	(994)
(Increase) decrease in accrued interest for short-term investments	1,779	(923)
(Increase) decrease in other receivables	(1,771)	—
Increase (decrease) in accrued liabilities	9,233	602
Purchase of investments	(2,894,057)	(1,931,767)
Proceeds from sales of investments	3,975,288	1,344,087
Proceeds from (to) settlement of derivatives	—	—
Net Cash Generated (Used) by Operating Activities	\$ 1,093,360	\$ (585,221)
Cash Flow from Financing Activities		
Distributions to holders of redeemable units, net of reinvested distributions	\$ (55)	\$ (359)
Proceeds from redeemable units issued	1,258,706	1,244,339
Amount paid on redemption of redeemable units	(1,868,924)	(804,501)
Net Cash Generated (Used) by Financing Activities	\$ (610,273)	\$ 439,479
Foreign currency gain (loss) on cash	\$ —	\$ —
Net increase (decrease) in cash	\$ 483,087	\$ (145,742)
Cash (overdraft) beginning of period	165,787	337,960
Cash (Overdraft) End of Period	\$ 648,874	\$ 192,218
Items Classified as Operating Activities		
Interest received, net of withholding tax	\$ 12,043	\$ 7,023
Dividends received, net of withholding tax	\$ —	\$ —

The accompanying notes are an integral part of these interim financial statements.

Empire Life Money Market Mutual Fund

Interim Schedule of Investment Portfolio (unaudited)

As at June 30, 2017

No. of Shares/ Face Value	Securities by Sector (Sector % of Net Assets)	Average Cost (\$)	Fair Value (\$)
Bonds (37.3%)			
Canadian Corporate Bonds (30.4%)			
100,000	Alimentation Couche-Tard Inc. 2.861% Nov 1, 2017	100,566	100,566
150,000	Bank of Nova Scotia Floating Rate 1.040% Oct 11, 2017	150,000	150,000
100,000	Canadian Imperial Bank of Commerce Floating Rate 1.560% Feb 8, 2018	100,347	100,347
100,000	Enbridge Income Fund 2.920% Dec 14, 2017	100,770	100,770
100,000	Vancouver City Savings Credit Union Floating Rate 1.541% Apr 10, 2018	100,000	100,000
		551,683	551,683
Municipal Bonds (6.9%)			
125,000	City of Toronto 5.050% Jul 18, 2017	125,246	125,246
		125,246	125,246
	Total Bonds	676,929	676,929
Short-term Investments (27.5%)			
Treasury Bills (27.5%)			
500,000	Government of Canada 0.605% Mar 8, 2018	497,730	497,936
		497,730	497,936
	Total Short-term Investments	497,730	497,936
	Total Investment Portfolio including Transaction Costs (64.8%)	1,174,659	1,174,865
	Transaction costs	—	—
	Total Investments	1,174,659	1,174,865

Notes to the Financial Statements (unaudited)

June 30, 2017

1. The Funds

The following funds are open-ended mutual fund trusts created under the laws of Ontario and are governed by a Master Declaration of Trust dated January 4, 2012 as amended by Supplements dated January 10, 2013 and January 17, 2014. Empire Life Investments Inc. (“ELII”) is the manager (“Manager”) and trustee of these funds (collectively, the “Funds” or individually, the “Fund”). The address of the Funds’ registered office is 165 University Avenue, 9th Floor, Toronto, Ontario, M5H 3B8. The Funds invest in equity and debt securities and are managed with the investment approach as determined by the Manager. Each Fund’s investment objectives and strategies are as follows:

Empire Life Emblem Diversified Income Portfolio seeks to provide current income and some long-term capital growth. The Fund invests in a broadly diversified mix of fixed income and equity securities through a combination of strategic and tactical asset allocation and a value-oriented approach to security selection. The Fund’s target asset mix is 80% fixed income securities (including cash) and 20% equity investments. Tactical shifts in asset allocation may be made by the portfolio manager with the objective of adding incremental value and optimizing this Fund’s risk-return profile.

Empire Life Emblem Conservative Portfolio seeks long-term growth with income. The Fund invests in a broadly diversified mix of primarily Canadian fixed income and equity securities through a combination of strategic and tactical asset allocation and a value-oriented approach to security selection. The Fund’s target asset mix is 65% fixed income securities (including cash) and 35% equity investments. Tactical shifts in asset allocation may be made by the portfolio manager with the objective of adding incremental value and optimizing this Fund’s risk-return profile.

Empire Life Emblem Balanced Portfolio seeks a balance of growth and income. The Fund invests primarily in a broadly diversified mix of primarily Canadian fixed income securities and equities through a combination of strategic and tactical asset allocation and a value-oriented approach to security selection. The Fund’s target asset mix is 50% fixed income securities and 50% equity investments. Tactical shifts in asset allocation may be made by the portfolio manager with the objective of adding incremental value and optimizing the Fund’s risk-return profile.

Empire Life Emblem Moderate Growth Portfolio seeks long-term capital growth with moderate income. The Fund invests in a broadly diversified mix of primarily Canadian equities and fixed income securities through a combination of strategic and tactical asset allocation and a value-oriented approach to security selection. The Fund’s target asset mix is 35% fixed income securities and 65% equity investments. Tactical shifts in asset allocation may be made by the portfolio manager with the objective of adding incremental value and optimizing this Fund’s risk-return profile.

Empire Life Emblem Growth Portfolio seeks long-term capital growth and limited income. The Fund invests in a broadly diversified mix of primarily Canadian equities and fixed income securities through a combination of strategic and tactical asset allocation and a value-oriented approach to security selection. The Fund’s target asset mix is 20% fixed income securities and 80% equity investments. Tactical shifts in asset allocation may be made by the portfolio manager with the objective of adding incremental value and optimizing this Fund’s risk-return profile.

Empire Life Emblem Aggressive Growth Portfolio seeks long-term capital growth. The Fund invests primarily in Canadian equities through a combination of strategic and tactical asset allocation and a value-oriented approach to security selection. Tactical shifts in asset allocation may be made by the portfolio manager with the objective of adding incremental value and optimizing the Fund’s risk-return profile.

Empire Life Small Cap Equity Mutual Fund seeks long-term capital growth. The Fund invests primarily in the equity securities of small- to mid-cap Canadian corporations through a value-oriented approach to stock selection.

Empire Life Canadian Equity Mutual Fund seeks to achieve long-term capital growth. The Fund will invest its assets primarily in equity securities of Canadian corporations with a value-oriented approach to security selection.

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Empire Life Dividend Growth Mutual Fund seeks a balance of dividend income and moderate capital appreciation. The Fund invests primarily in the dividend-yielding equity securities of mid- and large-cap Canadian corporations through a value-oriented approach to stock selection.

Empire Life Monthly Income Mutual Fund seeks a consistent level of income. The Fund invests primarily in debt and income-generating Canadian equity securities through a value-oriented approach to security selection.

Empire Life Money Market Mutual Fund seeks capital preservation and liquidity. The Fund invests in high quality, short-term Canadian dollar-denominated fixed income securities issued by Canadian governments and/or corporations. The Fund is managed to maintain a NAV per unit of \$5, although this cannot be guaranteed.

Name of Fund	Date Established	Name of Fund	Date Established
Empire Life Emblem Diversified Income Portfolio	January 17, 2014	Empire Life Small Cap Equity Mutual Fund	January 4, 2012
Empire Life Emblem Conservative Portfolio	January 4, 2012	Empire Life Canadian Equity Mutual Fund	January 4, 2012
Empire Life Emblem Balanced Portfolio	January 4, 2012	Empire Life Dividend Growth Mutual Fund	January 4, 2012
Empire Life Emblem Moderate Growth Portfolio	January 4, 2012	Empire Life Monthly Income Mutual Fund	January 4, 2012
Empire Life Emblem Growth Portfolio	January 4, 2012	Empire Life Money Market Mutual Fund	January 4, 2012
Empire Life Emblem Aggressive Growth Portfolio	January 4, 2012		

The Schedule of Investment Portfolio of each of the Funds is as at June 30, 2017. The Statements of Financial Position are as at June 30, 2017 and December 31, 2016. The Statements of Comprehensive Income, the Statements of Changes in Net Assets Attributable to Holders of Redeemable Units, and the Statements of Cash Flows are for the six month periods ended June 30, 2017 and June 30, 2016 for all Funds.

These financial statements were authorized for issue by the Manager on August 17, 2017.

2. Basis of Presentation and Significant Accounting Policies

Basis of Presentation

These interim financial statements have been prepared in compliance with International Financial Reporting Standards (IFRS) applicable to the preparation of interim financial statements, including IAS 34 Interim Financial Reporting as issued by the International Accounting Standards Board ("IASB") and follow the same accounting policies and methods of computation as the most recent annual financial statements.

Critical Accounting Estimates and Judgements

The preparation of financial statements requires management to use judgement in applying its accounting policies and to make estimates and assumptions about the future. The following discusses the most significant accounting judgements and estimates that the Funds have made in preparing the financial statements:

In classifying and measuring financial instruments held by the Funds, the Manager is required to make significant judgements about whether or not the business of the Funds is to invest on a total return basis for the purpose of applying the fair value option for financial assets under IAS 39, *Financial Instruments - Recognition and Measurement* (IAS 39). The most significant judgement made is the determination that certain investments are held for trading and that the fair value option can be applied to those which are not.

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Significant Accounting Policies

a) Financial Instruments

The Funds' financial instruments may include cash, investments, derivative assets, investment income receivable, receivables, subscriptions receivable, derivative liabilities, payables, redemptions payable, other accrued liabilities and net assets attributable to holders of redeemable units. The Funds' investments are designated as fair value through profit or loss (FVTPL). Derivative assets and liabilities are classified as held for trading and are measured at FVTPL. The Funds' obligation for net assets attributable to holders of redeemable units is presented at the redemption amount. All other financial instruments are measured at amortized cost.

Financial assets and liabilities are offset and the net amount reported in the Statements of Financial Position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. In the normal course of business, the Funds may enter into various master netting agreements or similar agreements that do not meet the criteria for offsetting in the Statements of Financial Position but still allow for the related amounts to be set off in certain circumstances, such as bankruptcy or termination of the contracts.

b) Cash

Cash is comprised of demand deposits with financial institutions.

c) Valuation of Investments and Derivatives

IFRS 13, *Fair Value Measurement*, defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The price used to measure the fair value is not adjusted for transaction costs.

The fair value of each Fund's investments (securities and derivatives) as at the financial reporting date is determined as follows:

- i) Investments that are traded in active markets such as public stock exchanges, and over-the-counter markets are valued at the quoted closing price as at the reporting date where the last traded price falls within that day's bid-ask spread. If the last traded price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value in the circumstances.
- ii) Investments that are not traded in active markets are valued based on valuation techniques approved by Manager that are appropriate in the circumstances using observable and/or unobservable market inputs. Wherever possible, the use of relevant observable inputs are maximised and unobservable inputs are minimised.
- iii) Futures contracts are valued within the bid-ask range as reported by the principal exchange or over-the-counter market on which the contract is traded.
- iv) Foreign exchange forward contracts are valued based on the difference between the contract forward rate and the forward bid rate (for currency held long) and the forward ask rate (for currency sold short).
- v) When the Funds purchase an option, an amount equal to fair value which is based on the premium paid is recorded as an asset. When the Funds write an option, an amount equal to fair value which is based on the premium received by the Funds is recorded as a liability. When options are closed, the difference between the premium and the amount paid or received, net of brokerage commissions, or the full amount of the premium if the option expires worthless, is recognized as a gain or loss and is presented in the Statements of Comprehensive Income as Net realized gain (loss) on derivatives.
- vi) Valuation of options include the use of closing market prices for listed contracts and option pricing models for unlisted contracts.

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vii) Investment funds held are valued at their net asset value per unit as of the valuation date, as these values are the most readily and regularly available.

d) Impairment of Financial Assets

At the end of each reporting period, the Manager reviews each Fund's financial assets that are carried at amortized cost for any objective evidence that a financial asset or group of financial assets is impaired. If there is objective evidence that an impairment loss has been incurred, the amount of the loss is measured and recognized as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at the financial asset's original effective interest rate. If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss shall be reversed.

e) Cost of Investments

The cost of investments represents the amount paid for each security, and is determined on an average cost basis excluding transaction costs. Transaction costs have been deducted in aggregate from the total cost of individual investments which include transaction costs. The premium received on a written put option represents its initial fair value and is included in the cost of investments acquired when the written put option is exercised.

f) Commissions and Other Portfolio Transaction Costs

Transaction costs include fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties. Transaction costs do not include debt premiums or discounts, financing costs or internal administrative or holding costs. Transaction costs are expensed and included in "Transaction costs" in the Statements of Comprehensive Income when the related asset is sold.

g) Investment Transactions and Income Recognition

Investment transactions are accounted for on the trade date. The interest for distribution purposes shown on the Statements of Comprehensive Income represents the coupon interest received by the Funds accounted for on an accrual basis. The Funds do not amortize premiums paid or discounts received on the purchase of fixed income securities except for zero coupon bonds which are amortized on a straight line basis.

Dividend income is recognized on the ex-dividend date. Distributions from other investment funds are recognized on the distribution date.

Realized gain/loss on sale of investments and unrealized appreciation/depreciation in investments are determined on an average cost basis. Average cost does not include amortization of premiums or discounts on fixed income securities with the exception of zero coupon bonds.

The Funds incur withholding taxes imposed by certain countries on foreign investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown as a separate expense in the Statements of Comprehensive Income.

h) Foreign Currency Translation

Each Fund's functional and presentation currency is Canadian dollars. This is the currency the Funds use to transact subscriptions and redemptions of its redeemable units.

The fair value of investments and derivatives, other assets and liabilities denominated in foreign currencies are translated at the exchange rate between the functional currency and the foreign currency at each of the valuation dates. Foreign currency transactions, including purchases and sales of investments, investment income and expenses are translated at the exchange rate between the functional currency and the foreign currency at the date of the transaction.

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Realized and unrealized exchange gains and losses on foreign currency cash and other assets and liabilities are presented as "Foreign currency gain (loss) on cash and other net assets". Realized exchange gains and losses on investments and derivatives are presented as "Net realized gain (loss) on investments" or "Net realized gain (loss) on derivatives". Unrealized exchange gains and losses on investments and derivatives are presented as "Change in unrealized appreciation (depreciation) on investments" or "Change in unrealized appreciation (depreciation) on derivatives".

i) Net Assets Attributable to Holders of Redeemable Units per Unit

Each Fund's net assets attributable to holders of redeemable units is calculated as the value of the Fund's assets, less the liabilities (excluding net assets attributable to holders of redeemable units). The net assets attributable to holders of redeemable units per unit of each series is computed by dividing the net assets attributable to holders of redeemable units per series by the corresponding number of units outstanding for each series at the period end date.

j) Increase (Decrease) in Net Assets from Operations Attributable to Holders of Redeemable Units per Unit

Increase (decrease) in net assets from operations attributable to holders of redeemable units per unit is calculated by dividing the increase (decrease) in net assets from operations attributable to holders of redeemable units per series by the weighted average number of units outstanding for the corresponding series during the period.

k) Classification of Redeemable Units Issued by the Funds

The Funds' units do not meet the criteria in IAS 32 for classification as equity, as the Funds have multiple series of redeemable units with equal subordination but not identical features, and are therefore classified as financial liabilities.

l) Future Accounting Policy Changes IFRS 9 Financial Instruments

In July 2014 the IASB published the complete version of IFRS 9, which is effective for annual periods beginning on or after January 1, 2018, with retrospective application. The new standard includes requirements on the classification and measurement of financial assets and liabilities, an expected credit loss model that replaces the existing incurred loss impairment model and new hedge accounting guidance. The Manager is in the process of assessing the impact of IFRS 9. Based on the latest available information, the Manager does not expect any major changes to the Funds' Financial Statements other than a few additional disclosures, if necessary.

3. Financial Instruments

a) Fair Value

As at June 30, 2017 and December 31, 2016 there were no material differences between the Funds' net asset value used for unitholder transactions and net assets attributable to holders of redeemable units per unit.

The Funds are required to classify financial instruments measured at fair value using a fair value hierarchy:

Level 1 – Fair value is based on quoted market prices in active markets for identical assets or liabilities.

Level 2 – Fair value is based on observable inputs other than Level 1 prices, such as quoted market prices for similar (but not identical) assets or liabilities in active markets, quoted market prices for identical assets or liabilities in markets that are not active, and other inputs that are observable.

Level 3 – Fair value is based on non-observable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities. Level 3 financial instruments are initially valued at their transaction price. After initial measurement, the fair value of Level 3 assets

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and liabilities is determined using valuation models, discounted cash flow methodologies, or similar techniques.

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The classification of a financial instrument into a level is based on the lowest level of input that is significant to the determination of the fair value.

As at	June 30, 2017			December 31, 2016		
	Level 1	Level 2	Total	Level 1	Level 2	Total
Empire Life Emblem Diversified Income Portfolio						
Equities	\$ 11,387,886	\$ 12,389	\$ 11,400,275	\$ 11,284,803	\$ —	\$ 11,284,803
Bonds	—	31,492,950	31,492,950	—	30,494,465	30,494,465
Short-term investments	—	3,122,038	3,122,038	—	—	—
Total financial instruments	\$ 11,387,886	\$ 34,627,377	\$ 46,015,263	\$ 11,284,803	\$ 30,494,465	\$ 41,779,268
Empire Life Emblem Conservative Portfolio						
Equities	\$ 50,113,496	\$ 65,600	\$ 50,179,096	\$ 46,032,739	\$ —	\$ 46,032,739
Bonds	—	73,428,008	73,428,008	—	70,389,864	70,389,864
Short-term investments	—	7,394,091	7,394,091	—	3,999,730	3,999,730
Total financial instruments	\$ 50,113,496	\$ 80,887,699	\$ 131,001,195	\$ 46,032,739	\$ 74,389,594	\$ 120,422,333
Empire Life Emblem Balanced Portfolio						
Equities	\$ 102,095,154	\$ 118,513	\$ 102,213,667	\$ 81,358,882	\$ —	\$ 81,358,882
Bonds	—	76,772,045	76,772,045	—	77,774,590	77,774,590
Short-term investments	—	12,681,156	12,681,156	—	5,999,595	5,999,595
Total financial instruments	\$ 102,095,154	\$ 89,571,714	\$ 191,666,868	\$ 81,358,882	\$ 83,774,185	\$ 165,133,067
Empire Life Emblem Moderate Growth Portfolio						
Equities	\$ 194,607,028	\$ 215,784	\$ 194,822,812	\$ 150,415,920	\$ —	\$ 150,415,920
Bonds	—	69,268,154	69,268,154	—	65,433,749	65,433,749
Short-term investments	—	20,468,564	20,468,564	—	9,999,325	9,999,325
Total financial instruments	\$ 194,607,028	\$ 89,952,502	\$ 284,559,530	\$ 150,415,920	\$ 75,433,074	\$ 225,848,994
Empire Life Emblem Growth Portfolio						
Equities	\$ 163,820,731	\$ 200,245	\$ 164,020,976	\$ 127,767,760	\$ —	\$ 127,767,760
Bonds	—	20,492,143	20,492,143	—	19,992,272	19,992,272
Short-term investments	—	13,868,032	13,868,032	—	6,999,528	6,999,528
Total financial instruments	\$ 163,820,731	\$ 34,560,420	\$ 198,381,151	\$ 127,767,760	\$ 26,991,800	\$ 154,759,560
Empire Life Emblem Aggressive Growth Portfolio						
Equities	\$ 46,646,446	\$ 71,542	\$ 46,717,988	\$ 40,698,270	\$ —	\$ 40,698,270
Bonds	—	—	—	—	—	—
Short-term investments	—	2,908,036	2,908,036	—	1,697,042	1,697,042
Total financial instruments	\$ 46,646,446	\$ 2,979,578	\$ 49,626,024	\$ 40,698,270	\$ 1,697,042	\$ 42,395,312
Empire Life Small Cap Equity Mutual Fund						
Equities	\$ 1,471,870	\$ —	\$ 1,471,870	\$ 1,584,159	\$ 3,105	\$ 1,587,264
Bonds	—	—	—	—	—	—
Short-term investments	—	—	—	—	—	—
Total financial instruments	\$ 1,471,870	\$ —	\$ 1,471,870	\$ 1,584,159	\$ 3,105	\$ 1,587,264
Empire Life Canadian Equity Mutual Fund						
Equities	\$ 1,656,324	\$ —	\$ 1,656,324	\$ 1,946,285	\$ —	\$ 1,946,285
Bonds	—	—	—	—	—	—
Short-term investments	—	—	—	—	—	—
Total financial instruments	\$ 1,656,324	\$ —	\$ 1,656,324	\$ 1,946,285	\$ —	\$ 1,946,285
Empire Life Dividend Growth Mutual Fund						
Equities	\$ 19,281,983	\$ 115,483	\$ 19,397,466	\$ 19,409,820	\$ —	\$ 19,409,820
Bonds	—	—	—	—	—	—
Short-term investments	—	—	—	—	—	—
Total financial instruments	\$ 19,281,983	\$ 115,483	\$ 19,397,466	\$ 19,409,820	\$ —	\$ 19,409,820

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As at	June 30, 2017			December 31, 2016		
	Level 1	Level 2	Total	Level 1	Level 2	Total
Empire Life Monthly Income Mutual Fund						
Equities	\$ 12,527,529	\$ 4,338	\$ 12,531,867	\$ 10,458,207	\$ —	\$ 10,458,207
Bonds	—	9,595,509	9,595,509	—	9,367,438	9,367,438
Short-term investments	—	—	—	—	1,047,026	1,047,026
Total financial instruments	\$ 12,527,529	\$ 9,599,847	\$ 22,127,376	\$ 10,458,207	\$ 10,414,464	\$ 20,872,671
Empire Life Money Market Mutual Fund						
Equities	—	—	—	—	—	—
Bonds	\$ —	\$ 676,929	\$ 676,929	\$ —	\$ 909,850	\$ 909,850
Short-term investments	—	497,936	497,936	—	1,348,025	1,348,025
Options	—	—	—	—	—	—
Forward foreign currency contracts	—	—	—	—	—	—
Total financial instruments	\$ —	\$ 1,174,865	\$ 1,174,865	\$ —	\$ 2,257,875	\$ 2,257,875

There were no transfers between Levels in 2017 or 2016.

b) Structured Entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity. A structured entity often has some or all of the following features or attributes: (i) restricted activities; (ii) a narrow and well-defined objective, such as to provide investment opportunities for investors by passing on risks and rewards associated with the assets of the structured entity to investors; (iii) insufficient equity to permit the structured entity to finance its activities without subordinated financial support; and (iv) financing in the form of multiple contractually linked instruments to investors that create concentrations of credit or other risks.

Certain Funds invest in shares or units of Exchange Traded Funds (“ETFs”), trusts, limited partnerships and other funds (collectively, the “Underlying Funds”) and these Funds have determined that their investments in such Underlying Funds are deemed unconsolidated structured entities. These Underlying Funds seek to provide capital growth or income, or another specified investment objective, as applicable, by providing exposure to benchmark indices or by investing in various industry sectors, as disclosed on the relevant Fund's Schedule of Investment Portfolio. Certain ETFs replicate, to the extent possible, the performance of the applicable benchmark indices by investing primarily in and holding the constituent securities of the applicable benchmark indices in substantially the same proportion as they are reflected in the applicable benchmark indices or by otherwise investing in a manner that causes the ETF to replicate the performance of the applicable benchmark indices.

The change in the fair value of each Underlying Fund is included in the Statements of Comprehensive Income as Change in unrealized appreciation (depreciation) on investments. Realized gains (losses) are included in the Statements of Comprehensive Income as Net realized gain (loss) on investments. The Underlying Fund investments are included in the Statements of Financial Position as Investments at fair value.

Each Fund's maximum exposure to loss from its interests in Underlying Funds is equal to the total fair value of its investments in Underlying Funds. Once the Fund has disposed of its shares or units in an Underlying Fund, it ceases to be exposed to any risk from that Underlying Fund.

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4. Risk Management

Risk Factors

In the normal course of business, each Fund is exposed to a variety of financial risks: credit risk, liquidity risk and market risk (including interest rate risk, equity risk and currency risk). The value of investments within a Fund's portfolio can fluctuate on a daily basis as a result of changes in interest rates, economic conditions, and market and company news related to specific securities within the Fund. The level of risk depends on the Fund's investment objectives and the type of securities it invests in. The Schedule of Investment Portfolio for each Fund provides detailed information on individual investments and on the mix of investments that are relevant to evaluating exposure to various risk factors.

Each Fund's portfolio manager manages risk factors through prudent selection and diversification of securities and financial instruments, within the limits established by the Fund's investment objectives. Each Fund's portfolio manager monitors market positions on a daily basis.

a) Credit Risk

Credit risk is the risk that a security issuer or counterparty to a financial instrument does not meet the financial obligations of the security or financial instrument, resulting in a decline in value of the security or financial instrument. The fair value of a Fund's investments in debt instruments, forward foreign currency contracts, and options represents its maximum exposure to credit risk, as these fair values include consideration of creditworthiness of the issuer or counterparty.

The credit risk exposure, by Fund, by credit rating for investments in bonds (and short-term investments for Money Market only) is as follows:

As at	Credit Rating*						Total
	AAA	AA	A	BBB	BB	Other	
Empire Life Diversified Income Portfolio							
June 30, 2017	13.5 %	3.3 %	31.8 %	15.0 %	3.8 %	0.9 %	68.3 %
December 31, 2016	13.2 %	5.2 %	27.7 %	19.9 %	3.3 %	1.1 %	70.4 %
Empire Life Emblem Conservative Portfolio							
June 30, 2017	14.1 %	3.2 %	26.8 %	11.9 %	— %	— %	56.0 %
December 31, 2016	17.8 %	3.4 %	21.0 %	14.8 %	— %	— %	57.0 %
Empire Life Emblem Balanced Portfolio							
June 30, 2017	9.4 %	2.4 %	19.6 %	8.4 %	— %	— %	39.8 %
December 31, 2016	15.8 %	3.0 %	16.0 %	11.7 %	— %	— %	46.5 %
Empire Life Emblem Moderate Growth Portfolio							
June 30, 2017	6.7 %	1.4 %	11.7 %	4.8 %	— %	— %	24.6 %
December 31, 2016	10.8 %	1.8 %	9.7 %	6.8 %	— %	— %	29.1 %
Empire Life Emblem Growth Portfolio							
June 30, 2017	2.5 %	0.6 %	5.1 %	2.1 %	— %	— %	10.3 %
December 31, 2016	4.7 %	0.7 %	4.4 %	3.2 %	— %	— %	13.0 %
Empire Life Emblem Aggressive Growth Portfolio							
June 30, 2017	— %	— %	— %	— %	— %	— %	— %
December 31, 2016	— %	— %	— %	— %	— %	— %	— %
Empire Life Monthly Income Mutual Fund							
June 30, 2017	9.1 %	2.1 %	18.6 %	9.2 %	2.3 %	0.5 %	41.8 %
December 31, 2016	9.1 %	2.8 %	17.6 %	13.0 %	2.0 %	0.7 %	45.2 %

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As at	Credit Rating*						Total
	R-1 High	R-1 Mid	R-1 Low	AA	A	BBB	
Empire Life Money Market Mutual Fund							
June 30, 2017	27.5%	—%	5.5%	12.4%	8.3%	11.1%	64.8%
December 31, 2016	15.5%	12.4%	32.0%	13.6%	6.2%	13.7%	93.4%

*Credit ratings are normally obtained from Standard & Poor's (S&P) and Dominion Bond Rating Service (DBRS). In the event of a split rating, the lower rating is used. Issues not rated by a recognized rating agency (i.e. S&P, DBRS, or Moody's) are rated internally by the Investment Department of Empire Life Investments Inc. The internal rating assessment is documented referencing suitable comparables rated by recognized rating agencies and/or methodologies used by recognized rating agencies.

b) Liquidity Risk

Liquidity risk is the risk that a Fund may not be able to meet its financial obligations, which include the settling of securities purchased, payments on foreign forward currency contracts, and payment to unit holders for redemption of units of the Fund.

Liquidity risk is concentrated in each Fund's obligation to redeem units for cash at the demand of unit holders. Each Fund is exposed to daily cash redemption of units of the Fund.

Each Fund invests primarily in investments that are traded in active markets and can be readily disposed. In addition, each Fund holds sufficient cash positions to maintain liquidity and has access to short term borrowing if necessary.

Net assets attributable to holders of redeemable units is repayable on demand. All other liabilities are due within three months or less.

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c) Interest Rate Risk

Interest rate risk is the risk that the fair value of interest-bearing financial instruments may fluctuate due to changes in prevailing market interest rates.

Each Fund's interest rate risk arises from its investment in debt securities such as bonds and short-term investments. There is minimal sensitivity to interest rate fluctuations on cash and short-term investments and therefore have been excluded from the table below, except for the Empire Life Money Market Mutual Fund which invest solely in these securities.

The table below summarizes each Fund's exposure to interest rate risk by earlier of repaying date, interest rate reset date or maturity.

As at	Remaining term to maturity**				Total
	< 1 year	1 - 3 years	3 - 5 years	> 5 years	
Empire Life Emblem Diversified Income Portfolio					
June 30, 2017	\$ 402,883	\$ 6,147,624	\$ 7,420,857	\$ 17,521,586	\$ 31,492,950
December 31, 2016	\$ 969,948	\$ 4,501,578	\$ 7,221,707	\$ 17,801,232	\$ 30,494,465
Empire Life Emblem Conservative Portfolio					
June 30, 2017	\$ 916,558	\$ 17,035,523	\$ 15,932,191	\$ 39,543,736	\$ 73,428,008
December 31, 2016	\$ 2,042,109	\$ 14,745,649	\$ 14,009,227	\$ 39,592,879	\$ 70,389,864
Empire Life Emblem Balanced Portfolio					
June 30, 2017	\$ 966,919	\$ 16,821,839	\$ 17,348,537	\$ 41,634,750	\$ 76,772,045
December 31, 2016	\$ 2,117,974	\$ 18,383,166	\$ 13,478,108	\$ 43,795,342	\$ 77,774,590
Empire Life Emblem Moderate Growth Portfolio					
June 30, 2017	\$ 846,054	\$ 15,730,277	\$ 15,248,897	\$ 37,442,926	\$ 69,268,154
December 31, 2016	\$ 1,854,273	\$ 16,738,658	\$ 11,302,672	\$ 35,538,146	\$ 65,433,749
Empire Life Emblem Growth Portfolio					
June 30, 2017	\$ 251,802	\$ 4,846,157	\$ 4,454,421	\$ 10,939,763	\$ 20,492,143
December 31, 2016	\$ 565,812	\$ 5,144,830	\$ 3,301,220	\$ 10,980,410	\$ 19,992,272
Empire Life Monthly Income Mutual Fund					
June 30, 2017	\$ 115,829	\$ 2,104,908	\$ 1,915,821	\$ 5,458,951	\$ 9,595,509
December 31, 2016	\$ 318,260	\$ 1,823,763	\$ 1,808,230	\$ 5,417,185	\$ 9,367,438
Empire Life Money Market Mutual Fund					
June 30, 2017	\$ 1,174,865	\$ —	\$ —	\$ —	\$ 1,174,865
December 31, 2016	\$ 2,257,875	\$ —	\$ —	\$ —	\$ 2,257,875

** Excludes cash for all Funds and short-term investments for all Funds except Money Market. In practice, actual amounts may differ from the impact amounts, and the difference could be material.

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If market interest rates had been raised or lowered by 50 or 100 basis points, assuming a parallel shift in the yield curve, with all other variables held constant, net assets would have decreased or increased, respectively, by the amounts below:

As at June 30, 2017	Impact on Net Assets***			
	50 bps Increase	50 bps Decrease	100 bps Increase	100 bps Decrease
Empire Life Emblem Diversified Income Portfolio	\$ (1,074,539)	\$ 1,238,303	\$ (1,985,316)	\$ 2,640,369
Empire Life Emblem Conservative Portfolio	\$ (2,496,185)	\$ 2,914,725	\$ (4,573,831)	\$ 6,247,989
Empire Life Emblem Balanced Portfolio	\$ (2,671,667)	\$ 3,109,268	\$ (4,905,734)	\$ 6,656,136
Empire Life Emblem Moderate Growth Portfolio	\$ (2,417,112)	\$ 2,811,941	\$ (4,439,396)	\$ 6,018,710
Empire Life Emblem Growth Portfolio	\$ (709,233)	\$ 826,038	\$ (1,301,661)	\$ 1,768,882
Empire Life Monthly Income Mutual Fund	\$ (322,169)	\$ 370,147	\$ (596,361)	\$ 788,271

As at December 31, 2016	Impact on Net Assets***			
	50 bps Increase	50 bps Decrease	100 bps Increase	100 bps Decrease
Empire Life Emblem Diversified Income Portfolio	\$ (1,103,595)	\$ 1,234,721	\$ (2,076,063)	\$ 2,600,568
Empire Life Emblem Conservative Portfolio	\$ (2,561,135)	\$ 2,884,929	\$ (4,798,477)	\$ 6,093,651
Empire Life Emblem Balanced Portfolio	\$ (2,832,551)	\$ 3,186,425	\$ (5,311,227)	\$ 6,726,724
Empire Life Emblem Moderate Growth Portfolio	\$ (2,377,535)	\$ 2,678,531	\$ (4,454,075)	\$ 5,658,056
Empire Life Emblem Growth Portfolio	\$ (728,019)	\$ 819,983	\$ (1,364,073)	\$ 1,731,931
Empire Life Monthly Income Mutual Fund	\$ (334,418)	\$ 374,698	\$ (628,555)	\$ 789,675

*** Excludes cash and short-term investments for all Funds. In practice, actual amounts may differ from the impact amounts, and the difference could be material.

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d) Currency Risk

Currency risk is the risk that the fair value of a financial instrument may fluctuate due to changes in foreign exchange rates.

Each Fund's currency risk arises from monetary and non-monetary assets and liabilities that are denominated in a currency other than Canadian dollars, net of the effect of forward currency contracts.

Net foreign currency portions to which each Fund has exposure are listed below. Had the Canadian dollar strengthened or weakened by 10% in relation to all currencies, with all other factors remaining constant, net assets may have decreased or increased, respectively, for each Fund as indicated in the "Impact on net assets" columns below (expressed in Canadian dollars):

As at Currency (expressed in Canadian Dollar equivalent)	June 30, 2017		December 31, 2016	
	Net assets by currency	Impact on net assets	Net assets by currency	Impact on net assets
Empire Life Emblem Diversified Income Portfolio				
Australian Dollar	\$ 107,874	\$ 10,787	\$ 52,853	\$ 5,285
British Pound	\$ 372,759	\$ 37,276	\$ 259,125	\$ 25,913
Danish Krone	\$ 91,152	\$ 9,115	\$ 58,589	\$ 5,859
Euro	\$ 468,298	\$ 46,830	\$ 286,289	\$ 28,629
Hong Kong Dollar	\$ 52,867	\$ 5,287	\$ 29,058	\$ 2,906
Japanese Yen	\$ 278,471	\$ 27,847	\$ 167,973	\$ 16,797
Norwegian Krone	\$ 27,186	\$ 2,719	\$ 33,884	\$ 3,388
Swedish Krona	\$ 32,454	\$ 3,245	\$ 15,801	\$ 1,580
Swiss Franc	\$ 42,791	\$ 4,279	\$ 17,062	\$ 1,706
United States Dollar	\$ 3,362,369	\$ 336,237	\$ 3,876,060	\$ 387,606
Empire Life Emblem Conservative Portfolio				
Australian Dollar	\$ 404,194	\$ 40,419	\$ 141,705	\$ 14,171
British Pound	\$ 1,550,684	\$ 155,068	\$ 1,094,530	\$ 109,453
Danish Krone	\$ 474,216	\$ 47,422	\$ 249,146	\$ 24,915
Euro	\$ 1,889,482	\$ 188,948	\$ 907,895	\$ 90,790
Hong Kong Dollar	\$ 203,407	\$ 20,341	\$ 78,097	\$ 7,810
Japanese Yen	\$ 1,053,279	\$ 105,328	\$ 449,024	\$ 44,902
Norwegian Krone	\$ 102,265	\$ 10,227	\$ 90,387	\$ 9,039
Swedish Krona	\$ 121,584	\$ 12,158	\$ 42,386	\$ 4,239
Swiss Franc	\$ 167,362	\$ 16,736	\$ 45,330	\$ 4,533
United States Dollar	\$ 12,170,978	\$ 1,217,098	\$ 13,419,617	\$ 1,341,962
Empire Life Emblem Balanced Portfolio				
Australian Dollar	\$ 879,759	\$ 87,976	\$ 277,041	\$ 27,704
British Pound	\$ 3,278,651	\$ 327,865	\$ 1,758,934	\$ 175,893
Danish Krone	\$ 950,000	\$ 95,000	\$ 400,098	\$ 40,010
Euro	\$ 4,063,822	\$ 406,382	\$ 1,688,200	\$ 168,820
Hong Kong Dollar	\$ 457,909	\$ 45,791	\$ 152,659	\$ 15,266
Japanese Yen	\$ 2,315,640	\$ 231,564	\$ 877,184	\$ 87,718
Norwegian Krone	\$ 218,757	\$ 21,876	\$ 176,981	\$ 17,698
Swedish Krona	\$ 259,562	\$ 25,956	\$ 82,875	\$ 8,288
Swiss Franc	\$ 367,214	\$ 36,721	\$ 88,622	\$ 8,862
United States Dollar	\$ 21,659,941	\$ 2,165,994	\$ 21,342,969	\$ 2,134,297

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As at Currency (expressed in Canadian Dollar equivalent)	June 30, 2017		December 31, 2016	
	Net assets by currency	Impact on net assets	Net assets by currency	Impact on net assets
Empire Life Emblem Moderate Growth Portfolio				
Australian Dollar	\$ 1,494,997	\$ 149,500	\$ 358,097	\$ 35,810
British Pound	\$ 5,803,287	\$ 580,329	\$ 2,857,306	\$ 285,731
Danish Krone	\$ 1,547,552	\$ 154,755	\$ 631,783	\$ 63,178
Euro	\$ 6,898,408	\$ 689,841	\$ 2,498,050	\$ 249,805
Hong Kong Dollar	\$ 788,813	\$ 78,881	\$ 197,379	\$ 19,738
Japanese Yen	\$ 3,954,577	\$ 395,458	\$ 1,133,353	\$ 113,335
Norwegian Krone	\$ 370,396	\$ 37,040	\$ 228,760	\$ 22,876
Swedish Krona	\$ 438,829	\$ 43,883	\$ 107,113	\$ 10,711
Swiss Franc	\$ 625,742	\$ 62,574	\$ 114,725	\$ 11,473
United States Dollar	\$ 39,673,003	\$ 3,967,300	\$ 36,839,492	\$ 3,683,949
Empire Life Emblem Growth Portfolio				
Australian Dollar	\$ 1,121,668	\$ 112,167	\$ 235,572	\$ 23,557
British Pound	\$ 4,653,850	\$ 465,385	\$ 2,296,454	\$ 229,645
Danish Krone	\$ 1,256,488	\$ 125,649	\$ 497,395	\$ 49,740
Euro	\$ 5,257,377	\$ 525,738	\$ 1,853,144	\$ 185,314
Hong Kong Dollar	\$ 592,174	\$ 59,217	\$ 129,935	\$ 12,994
Japanese Yen	\$ 2,965,281	\$ 296,528	\$ 746,227	\$ 74,623
Norwegian Krone	\$ 277,958	\$ 27,796	\$ 150,292	\$ 15,029
Swedish Krona	\$ 328,638	\$ 32,864	\$ 70,519	\$ 7,052
Swiss Franc	\$ 467,972	\$ 46,797	\$ 75,252	\$ 7,525
United States Dollar	\$ 29,038,895	\$ 2,903,890	\$ 30,009,276	\$ 3,000,928
Empire Life Emblem Aggressive Growth Portfolio				
Australian Dollar	\$ 322,500	\$ 32,250	\$ 110,681	\$ 11,068
British Pound	\$ 1,320,226	\$ 132,023	\$ 856,219	\$ 85,622
Danish Krone	\$ 387,181	\$ 38,718	\$ 210,935	\$ 21,094
Euro	\$ 1,528,814	\$ 152,881	\$ 741,808	\$ 74,181
Hong Kong Dollar	\$ 168,556	\$ 16,856	\$ 60,951	\$ 6,095
Japanese Yen	\$ 849,487	\$ 84,949	\$ 349,169	\$ 34,917
Norwegian Krone	\$ 80,036	\$ 8,004	\$ 70,852	\$ 7,085
Swedish Krona	\$ 95,145	\$ 9,515	\$ 33,075	\$ 3,308
Swiss Franc	\$ 134,766	\$ 13,477	\$ 35,653	\$ 3,565
United States Dollar	\$ 10,099,891	\$ 1,009,989	\$ 10,819,918	\$ 1,081,992
Empire Life Small Cap Equity Mutual Fund				
United States Dollar	\$ 83,788	\$ 8,379	\$ 127,183	\$ 12,718
Empire Life Canadian Equity Mutual Fund				
British Pound	\$ 23,818	\$ 2,382	\$ 23,702	\$ 2,370
Euro	\$ 963	\$ 96	\$ 13,675	\$ 1,368
Swiss Franc	\$ —	\$ —	\$ —	\$ —
United States Dollar	\$ 108,843	\$ 10,884	\$ 120,833	\$ 12,083
Empire Life Dividend Growth Mutual Fund				
British Pound	\$ 333,896	\$ 33,390	\$ 692,590	\$ 69,259
Danish Krone	\$ 313,544	\$ 31,354	\$ 310,483	\$ 31,048
Euro	\$ 271,968	\$ 27,197	\$ 283,737	\$ 28,374
United States Dollar	\$ 2,803,585	\$ 280,359	\$ 2,223,227	\$ 222,323

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As at Currency (expressed in Canadian Dollar equivalent)	June 30, 2017		December 31, 2016	
	Net assets by currency	Impact on net assets	Net assets by currency	Impact on net assets
Empire Life Monthly Income Mutual Fund				
Australian Dollar	\$ —	\$ —	\$ —	\$ —
British Pound	\$ 264,253	\$ 26,425	\$ 76,125	\$ 7,613
Danish Krone	\$ 117,419	\$ 11,742	\$ 62,697	\$ 6,270
Euro	\$ 510,851	\$ 51,085	\$ 88,768	\$ 8,877
Hong Kong Dollar	\$ —	\$ —	\$ —	\$ —
Japanese Yen	\$ 216,605	\$ 21,661	\$ —	\$ —
Swedish Krona	\$ —	\$ —	\$ —	\$ —
Swiss Franc	\$ —	\$ —	\$ —	\$ —
United States Dollar	\$ 926,128	\$ 92,613	\$ 1,579,365	\$ 157,937

In practice, actual amounts may differ from the impact amounts, and the difference could be material.

e) Equity Risk

Equity risk is the risk that the fair value of a financial instrument will fluctuate due to changes in market prices, other than those arising from interest rate risk or currency risk.

Each Fund's equity risk arises from its investments in equities and options. The maximum risk is determined by the carrying value of the investments.

Had global equity prices of the securities held by the Fund increased or decreased by 10%, with all other factors remaining constant, net assets may have increased or decreased for each Fund as follows:

As at	June 30, 2017	December 31, 2016
Empire Life Emblem Diversified Income Portfolio	\$ 1,140,028	\$ 1,128,480
Empire Life Emblem Conservative Portfolio	\$ 5,017,910	\$ 4,603,274
Empire Life Emblem Balanced Portfolio	\$ 10,221,367	\$ 8,135,888
Empire Life Emblem Moderate Growth Portfolio	\$ 19,482,281	\$ 15,041,592
Empire Life Emblem Growth Portfolio	\$ 16,402,098	\$ 12,776,776
Empire Life Emblem Aggressive Growth Portfolio	\$ 4,671,799	\$ 4,069,827
Empire Life Small Cap Equity Mutual Fund	\$ 147,187	\$ 158,726
Empire Life Canadian Equity Mutual Fund	\$ 165,632	\$ 194,629
Empire Life Dividend Growth Mutual Fund	\$ 1,939,747	\$ 1,940,982
Empire Life Monthly Income Mutual Fund	\$ 1,253,187	\$ 1,045,821

In practice, actual amounts may differ from these amounts, and the difference could be material.

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f) Concentration Risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, security type, industry sector or counterparty type. The following is a summary of the Funds' concentration risk:

As at	June 30, 2017	December 31, 2016
Empire Life Emblem Diversified Income Portfolio		
Consumer Discretionary	1.6%	1.7%
Consumer Staples	2.3%	2.3%
Energy	3.4%	3.7%
Exchange Traded Fund (ETF)/Shares	—%	0.6%
Financials	6.6%	6.9%
Health Care	1.4%	1.5%
Industrials	3.0%	3.1%
Information Technology	2.4%	2.8%
Materials	1.3%	1.0%
Real Estate	0.5%	0.3%
Telecommunication Services	1.4%	1.6%
Utilities	0.8%	0.6%
Canada Corporate Bonds	36.8%	40.3%
Government Bonds	13.5%	13.2%
Municipal Bonds	—%	0.4%
Provincial Bonds	13.8%	12.4%
U.S. Corporate Bonds	4.2%	4.1%
Term Deposit Receipts	6.8%	—%
	99.8%	96.5%
Empire Life Emblem Conservative Portfolio		
Consumer Discretionary	2.4%	2.3%
Consumer Staples	3.4%	3.1%
Energy	5.9%	5.9%
Exchange Traded Fund (ETF)/Shares	—%	0.6%
Financials	10.5%	10.1%
Health Care	2.0%	2.1%
Industrials	4.7%	4.1%
Information Technology	3.2%	3.7%
Materials	2.2%	1.6%
Real Estate	1.0%	0.7%
Telecommunication Services	1.8%	2.2%
Utilities	1.3%	0.9%
Canada Corporate Bonds	24.9%	26.1%
Government Bonds	14.1%	17.8%
Municipal Bonds	—%	0.3%
Provincial Bonds	13.8%	9.7%
U.S. Corporate Bonds	3.2%	3.1%
Bankers' Acceptances	—%	3.2%
Term Deposit Receipts	5.6%	—%
	100.0%	97.5%

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As at	June 30, 2017	December 31, 2016
Empire Life Emblem Balanced Portfolio		
Consumer Discretionary	3.3%	3.0%
Consumer Staples	4.7%	4.3%
Energy	7.9%	7.6%
Exchange Traded Fund (ETF)/Shares	—%	1.6%
Financials	14.8%	13.1%
Health Care	2.5%	2.7%
Industrials	6.7%	5.2%
Information Technology	4.1%	4.8%
Materials	3.0%	1.9%
Real Estate	1.2%	0.7%
Telecommunication Services	2.8%	2.7%
Utilities	1.9%	1.1%
Canada Corporate Bonds	18.2%	20.8%
Government Bonds	9.4%	15.8%
Municipal Bonds	—%	0.2%
Provincial Bonds	10.0%	7.5%
U.S. Corporate Bonds	2.2%	2.3%
Bankers' Acceptances	—%	3.6%
Term Deposit Receipts	6.6%	—%
	99.3%	98.9%
Empire Life Emblem Moderate Growth Portfolio		
Consumer Discretionary	4.2%	3.9%
Consumer Staples	6.4%	6.0%
Energy	10.3%	10.7%
Exchange Traded Fund (ETF)/Shares	—%	0.5%
Financials	19.6%	18.6%
Health Care	3.0%	3.6%
Industrials	8.9%	7.6%
Information Technology	5.4%	6.6%
Materials	3.8%	2.6%
Real Estate	1.3%	1.0%
Telecommunication Services	3.7%	4.2%
Utilities	2.4%	1.6%
Canada Corporate Bonds	10.7%	12.1%
Government Bonds	6.7%	10.8%
Municipal Bonds	—%	0.1%
Provincial Bonds	5.8%	4.6%
U.S. Corporate Bonds	1.4%	1.5%
Bankers' Acceptances	—%	4.4%
Term Deposit Receipts	1.9%	—%
Treasury Bills	5.4%	—%
	100.9%	100.4%

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As at	June 30, 2017	December 31, 2016
Empire Life Emblem Growth Portfolio		
Consumer Discretionary	4.8%	4.8%
Consumer Staples	7.6%	7.4%
Energy	12.8%	13.3%
Exchange Traded Fund (ETF)/Shares	—%	0.5%
Financials	24.1%	23.3%
Health Care	3.2%	4.4%
Industrials	10.6%	9.4%
Information Technology	6.0%	8.1%
Materials	4.6%	3.3%
Real Estate	1.5%	1.2%
Telecommunication Services	4.5%	5.4%
Utilities	3.0%	2.0%
Canada Corporate Bonds	4.6%	5.2%
Government Bonds	2.5%	4.7%
Municipal Bonds	—%	0.1%
Provincial Bonds	2.6%	2.2%
U.S. Corporate Bonds	0.6%	0.7%
Bankers' Acceptances	—%	4.6%
Term Deposit Receipts	1.4%	—%
Treasury Bills	5.6%	—%
	100.0%	100.6%
Empire Life Emblem Aggressive Growth Portfolio		
Consumer Discretionary	5.6%	5.9%
Consumer Staples	8.3%	8.0%
Energy	14.2%	15.4%
Exchange Traded Fund (ETF)/Shares	—%	2.3%
Financials	26.5%	26.1%
Health Care	4.3%	5.3%
Industrials	11.8%	10.5%
Information Technology	7.2%	9.2%
Materials	5.2%	4.0%
Real Estate	2.1%	1.8%
Telecommunication Services	4.9%	5.6%
Utilities	3.2%	2.3%
Canada Corporate Bonds	—%	—%
Term Deposit Receipts	5.8%	4.0%
	99.1%	100.4%

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As at	June 30, 2017	December 31, 2016
Empire Life Small Cap Equity Mutual Fund		
Consumer Discretionary	9.9%	9.4%
Consumer Staples	5.3%	7.3%
Energy	19.5%	23.9%
Exchange Traded Fund (ETF)/Shares	—%	1.0%
Financials	5.3%	1.4%
Health Care	2.8%	4.4%
Industrials	20.8%	16.0%
Information Technology	3.6%	5.6%
Materials	13.1%	18.8%
Real Estate	9.7%	7.9%
Utilities	3.4%	1.9%
	93.4%	97.6%
Empire Life Canadian Equity Mutual Fund		
Consumer Discretionary	3.9%	4.1%
Consumer Staples	10.2%	11.0%
Energy	16.0%	17.6%
Financials	31.9%	29.2%
Health Care	1.1%	3.9%
Industrials	12.9%	10.5%
Information Technology	5.7%	7.7%
Materials	4.5%	3.1%
Real Estate	—%	—%
Telecommunication Services	6.3%	8.1%
Utilities	3.4%	2.7%
	95.9%	97.9%
Empire Life Dividend Growth Mutual Fund		
Consumer Discretionary	4.6%	5.8%
Consumer Staples	4.3%	2.1%
Energy	20.1%	23.0%
Financials	28.2%	27.7%
Health Care	4.4%	4.4%
Industrials	10.8%	8.3%
Information Technology	1.7%	1.8%
Materials	8.5%	8.5%
Real Estate	6.2%	7.6%
Telecommunication Services	4.9%	5.1%
Utilities	4.9%	3.6%
Canada Corporate Bonds	—%	—%
	98.6%	97.9%

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As at	June 30, 2017	December 31, 2016
Empire Life Monthly Income Mutual Fund		
Consumer Discretionary	4.7%	2.9%
Consumer Staples	3.9%	3.3%
Energy	11.1%	12.1%
Exchange Traded Fund (ETF)/Shares	—%	5.4%
Financials	11.7%	11.0%
Health Care	1.9%	1.5%
Industrials	10.1%	6.3%
Information Technology	2.1%	0.7%
Materials	4.1%	4.5%
Real Estate	2.4%	1.4%
Telecommunication Services	0.4%	1.3%
Utilities	2.2%	—%
Canada Corporate Bonds	22.4%	25.2%
Government Bonds	9.1%	9.1%
Municipal Bonds	0.1%	0.4%
Provincial Bonds	7.7%	7.9%
U.S. Corporate Bonds	2.5%	2.6%
Bankers' Acceptances	—%	5.1%
	96.4%	100.7%
Empire Life Money Market Mutual Fund		
Canada Corporate Bonds	30.4%	32.3%
Municipal Bonds	6.9%	5.3%
Bankers' Acceptances	—%	22.7%
Commercial Papers	—%	11.4%
Promissory Notes	—%	12.4%
Treasury Bills	27.5%	9.3%
	64.8%	93.4%

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5. Management and Other Fees

In consideration of the management services provided by ELII, including key personnel, each Fund pays ELII an annual management fee for the management of the Fund. The fees are calculated as a percentage of the net assets of each series of the Fund (except Series I) and are accrued daily and paid monthly. The management fee is subject to HST. In some cases, ELII may waive its right to receive a portion of the management fee. ELII may at its discretion, terminate the waiver or absorption at any time. The aggregate maximum annual rate of management fee for Series A, Series F, Series T6 and Series T8 units is set out below. Management fees for Series I units are negotiated and paid directly by the investor, not by the Fund. Management fees paid by Series I investors do not exceed the rate of management fees paid for Series A units of the Fund.

	Series A Units	Series F Units	Series T6 Units	Series T8 Units
Empire Life Emblem Diversified Income Portfolio	1.60%	0.75%	1.60%	N/A
Empire Life Emblem Conservative Portfolio	1.75%	0.75%	1.75%	N/A
Empire Life Emblem Balanced Portfolio	1.95%	0.80%	1.95%	1.95%
Empire Life Emblem Moderate Growth Portfolio	2.05%	0.85%	2.05%	2.05%
Empire Life Emblem Growth Portfolio	2.10%	0.85%	2.10%	2.10%
Empire Life Emblem Aggressive Growth Portfolio	2.25%	1.00%	2.25%	2.25%
Empire Life Small Cap Equity Mutual Fund	2.25%	N/A	2.25%	2.25%
Empire Life Canadian Equity Mutual Fund	2.00%	N/A	2.00%	2.00%
Empire Life Dividend Growth Mutual Fund	1.85%	0.85%	1.85%	1.85%
Empire Life Monthly Income Mutual Fund	1.80%	0.80%	1.80%	1.80%
Empire Life Money Market Mutual Fund	0.95%	N/A	N/A	N/A

Each Fund is responsible for paying all of its operating expenses, trading expenses, and any taxes applicable to the operating expenses of the Fund. Operating expenses include, but are not limited to, record keeper fees, accounting, audit and legal fees, bank and interest charges, safekeeping and custodial fees, all taxes, brokerage commissions, administrative and systems costs, costs of reports to investors, prospectus and other disclosure documents, fees and expenses payable in connection with the Funds' Independent Review Committee, regulatory filing fees (including any regulatory fees and expenses payable by ELII in connection with acting as Manager of the Funds), trustee fees for registered plans and any other fee necessary in complying with applicable laws.

ELII absorbed operating expenses for the period otherwise chargeable to the Funds. The details for each Fund are disclosed in the Statements of Comprehensive Income. The Manager may, at its discretion, terminate the absorption at any time.

6. Taxation

The Funds qualify as mutual fund trusts under the provisions of the Income Tax Act (Canada) and are not subject to tax on net income, including net realized taxable capital gains for the taxation year, which is paid or payable to unitholders at the end of the taxation year. However, such part of each Fund's taxable income and net realized capital gains that is not so paid or payable will be taxable to that Fund. Income tax on net realized capital gains not paid or payable will generally be recoverable by virtue of refunding provisions contained in the Income Tax Act (Canada) and provincial income tax legislation, as redemptions occur.

Each of the Funds intends to distribute in each year sufficient net income and net realized capital gains, if any, to ensure that the Fund is not liable for income tax under Part I of the Tax Act, after taking into account any other deductions or credits available to the Fund under the Tax Act. All or any portion of a Fund's net capital gains will be allocated in respect of units of the Fund which have been redeemed at any time in that year, provided that the amount of net capital gains allocated in respect of such redeemed units shall not exceed the amount, if any, by which the amount payable on the redemption of such units exceeds the adjusted cost base of the units redeemed. Any remaining net capital gains will be distributed to the unitholders at the end of the taxation year.

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As at the funds' most recent taxation year end, Empire Life Small Cap Equity Mutual Fund had a net capital loss carry-forward of \$524 (2015 \$57,024) and Empire Life Emblem Balanced Portfolio had a net capital loss carry forward of \$nil (2015 \$20,117). Net capital losses can be carried forward indefinitely for offset against net capital gains in future years.

Since the Funds do not record income taxes, the tax benefits of capital and non-capital losses have not been reflected in the Statements of Financial Position.

Uncertain Tax Liabilities

The Funds currently incur withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown as a separate expense in the Statements of Comprehensive Income, where applicable.

In accordance with IAS 12 *Income Taxes*, the Funds are required to recognize a tax liability when it is probable that the tax laws of foreign countries require a tax liability to be assessed on a Fund's capital gains sourced from such foreign country, assuming the relevant taxing authorities have full knowledge of all the facts and circumstances. The tax liability is then measured at the amount expected to be paid to the relevant taxation authorities, using the tax laws and rates that have been enacted or substantively enacted by the end of the reporting period. There is sometimes uncertainty about the way enacted tax law is applied to the foreign investments. This creates uncertainty about whether or not a tax liability will ultimately be paid by a Fund. Therefore, when measuring any uncertain tax liabilities, the Manager considers all of the relevant facts and circumstances available at the time that could influence the likelihood of payment, including any formal or informal practices of the relevant tax authorities. While this represents the Manager's best estimate, there remains a risk that any one, or several, foreign tax authorities will attempt to collect taxes on capital gains or income earned by a Fund. This could happen without any prior warning, possibly on a retrospective basis, and could result in a loss to a Fund.

7. Capital Management

Units issued and outstanding represent the capital of each Fund. Each of the Funds is authorized to issue an unlimited number of units and in an unlimited number of series. Units of the Funds are issued and redeemed at the then current Net Asset Value per unit at the option of the unitholder. Unitholders on the record date are entitled to distributions. Distributions on units of a Fund are reinvested in additional units of the Fund or, at the option of the unitholders, paid in cash. The characterization of the distributions is based on management's estimate of the actual income for the year. The Funds have no restrictions or specific capital requirements on the subscription and redemption of units, other than minimum subscription requirements. The Statements of Changes in Net Assets Attributable to Holders of Redeemable Units identifies changes in each Fund's capital during the period. ELII manages the capital of the Funds in accordance with the Funds' investment objectives, including managing their liquidity in order to be able to meet redemptions.

The following units were issued and redeemed during the periods indicated:

For the period ended	June 30, 2017				June 30, 2016			
	Units Outstanding at Beginning of Period	Units Issued Including Reinvested	Units Redeemed Including Transferred	Units Outstanding at End of Period	Units Outstanding at Beginning of Period	Units Issued Including Reinvested	Units Redeemed Including Transferred	Units Outstanding at End of Period
Empire Life Emblem Diversified Income Portfolio								
Series A	692,032	60,812	(187,385)	565,459	625,833	107,120	(92,962)	639,991
Series F	108,298	103,366	(8,265)	203,399	87,510	47,663	(32,666)	102,507
Series T6	122,509	895	(5,355)	118,049	105,403	12,490	(1,377)	116,516
Series I	3,304,522	481,203	(215,054)	3,570,671	2,065,978	825,563	(77,811)	2,813,730

Notes to the Financial Statements (unaudited)

June 30, 2017

For the period ended	June 30, 2017				June 30, 2016			
	Units Outstanding at Beginning of Period	Units Issued Including Reinvested	Units Redeemed Including Transferred	Units Outstanding at End of Period	Units Outstanding at Beginning of Period	Units Issued Including Reinvested	Units Redeemed Including Transferred	Units Outstanding at End of Period
Empire Life Emblem Conservative Portfolio								
Series A	1,327,212	63,319	(180,819)	1,209,712	1,299,399	212,385	(143,710)	1,368,074
Series F	143,195	49,973	(11,552)	181,616	111,378	47,156	(13,927)	144,607
Series T6	109,654	2,909	(32,423)	80,140	88,864	25,090	(7,637)	106,317
Series I	8,555,010	1,222,747	(774,824)	9,002,933	5,030,968	1,775,312	(54,232)	6,752,048
Empire Life Emblem Balanced Portfolio								
Series A	1,469,590	70,798	(239,441)	1,300,947	1,325,737	255,913	(117,341)	1,464,309
Series F	191,530	41,400	(34,957)	197,973	170,354	67,177	(47,536)	189,995
Series T6	843,881	63,239	(70,891)	836,229	637,884	133,728	(35,380)	736,232
Series T8	51,020	812	(764)	51,068	46,333	6,462	(1,227)	51,568
Series I	10,508,071	1,997,682	(205,869)	12,299,884	6,080,725	2,137,682	(101,095)	8,117,312
Empire Life Emblem Moderate Growth Portfolio								
Series A	2,687,804	184,717	(320,241)	2,552,280	2,707,271	301,165	(213,593)	2,794,843
Series F	164,577	17,737	(11,933)	170,381	151,979	14,430	(14,201)	152,208
Series T6	429,459	27,269	(9,509)	447,219	385,196	81,303	(39,922)	426,577
Series T8	360,189	29,922	(8,466)	381,645	293,656	48,086	(3,658)	338,084
Series I	12,737,854	3,729,848	(26,911)	16,440,791	6,881,632	2,586,143	(55,237)	9,412,538
Empire Life Emblem Growth Portfolio								
Series A	1,272,546	138,174	(118,684)	1,292,036	1,180,826	195,378	(80,047)	1,296,157
Series F	84,465	27,333	(24,880)	86,918	73,861	10,014	(6,432)	77,443
Series T6	321,789	75,799	(7,718)	389,870	355,436	35,255	(84,962)	305,729
Series T8	186,265	34,608	(36,053)	184,820	145,184	39,236	(13,196)	171,224
Series I	8,772,599	2,762,674	(98,268)	11,437,005	5,043,059	1,644,612	(89,468)	6,598,203
Empire Life Emblem Aggressive Growth Portfolio								
Series A	549,318	90,566	(55,104)	584,780	539,569	75,198	(67,516)	547,251
Series F	26,642	7,274	(5,091)	28,825	30,059	3,440	(1,038)	32,461
Series T6	15,815	15,404	(2,632)	28,587	13,889	1,750	(28)	15,611
Series T8	41,244	517	(94)	41,667	43,779	531	(4,132)	40,178
Series I	2,418,393	494,033	(64,705)	2,847,721	1,986,665	193,711	(36,243)	2,144,133
Empire Life Small Cap Equity Mutual Fund								
Series A	61,810	5,084	(10,736)	56,158	83,225	4,607	(23,503)	64,329
Series T6	1,449	44	—	1,493	1,369	41	—	1,410
Series T8	5,232	66	(2,445)	2,853	5,107	63	—	5,170
Series I	62,695	271	(1,658)	61,308	63,816	156	(945)	63,027
Empire Life Canadian Equity Mutual Fund								
Series A	56,401	4,066	(19,282)	41,185	51,409	1,681	(4,426)	48,664
Series T6	5,277	69	(878)	4,468	3,927	53	—	3,980
Series T8	14,588	1,241	(3,383)	12,446	11,779	1,934	(3,933)	9,780
Series I	65,957	455	(1,633)	64,779	65,585	53	(908)	64,730
Empire Life Dividend Growth Mutual Fund								
Series A	989,596	117,921	(88,724)	1,018,793	964,345	117,512	(93,721)	988,136
Series F	155,231	12,615	(29,429)	138,417	130,145	48,639	(15,024)	163,760
Series T6	147,814	13,274	(2,660)	158,428	147,674	541	(517)	147,698
Series T8	100,069	11,240	(10,374)	100,935	107,725	11,700	(15,557)	103,868
Series I	72,672	1,742	(1,473)	72,941	68,047	1,691	(466)	69,272

Notes to the Financial Statements (unaudited)

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For the period ended	June 30, 2017				June 30, 2016			
	Units Outstanding at Beginning of Period	Units Issued Including Reinvested	Units Redeemed Including Transferred	Units Outstanding at End of Period	Units Outstanding at Beginning of Period	Units Issued Including Reinvested	Units Redeemed Including Transferred	Units Outstanding at End of Period
Empire Life Monthly Income Mutual Fund								
Series A	981,305	153,820	(123,581)	1,011,544	1,046,915	69,151	(87,546)	1,028,520
Series F	276,218	36,155	(69,293)	243,080	272,857	47,162	(65,532)	254,487
Series T6	152,951	9,901	(3,120)	159,732	138,318	4,493	(701)	142,110
Series T8	20,689	6,675	(4,943)	22,421	23,812	1,147	(2,301)	22,658
Series I	548,799	252,980	(35,302)	766,477	288,831	131,840	(11,453)	409,218
Empire Life Money Market Mutual Fund								
Series A	366,591	250,544	(371,752)	245,383	210,312	248,780	(159,986)	299,106
Series I	116,795	1,771	(1,536)	117,030	116,943	565	(829)	116,679

Notes to the Financial Statements (unaudited)

June 30, 2017

8. Related Party Transactions

The Empire Life Insurance Company (Empire Life), the parent company of the Manager, may subscribe for units of the Funds for purposes of starting up a new Fund or maintaining liquidity within an existing Fund. Such units could be redeemed when the Fund no longer requires the money to operate effectively and at least \$500,000 has been received by the Fund from other investors. Empire Life and other related parties may also hold units of the Funds for investment purposes. Empire Life is a 98.3% owned subsidiary of E-L Financial Services Limited (ELFS) which in turn is a 100.0% owned subsidiary of E-L Financial Corporation Limited (E-L). E-L owns, directly and indirectly through ELFS, 99.2% of the common shares of Empire Life. Empire Life's ultimate controlling party is The Honourable Henry N. R. Jackman together with a trust created in 1969 by his father, Henry R. Jackman.

Related parties have an interest in the Empire Life Mutual Funds as follows:

As at	Fair Value		Total	% of Fund Value
	Seed Capital	Investment		
The Empire Life Insurance Company				
Empire Life Emblem Diversified Income Portfolio				
June 30, 2017	\$ 1,187,886	\$ 2,425,662	\$ 3,613,548	7.8%
December 31, 2016	\$ 1,156,053	\$ 2,355,184	\$ 3,511,237	8.1%
Empire Life Emblem Conservative Portfolio				
June 30, 2017	\$ 1,436,355	\$ 1,451,500	\$ 2,887,855	2.2%
December 31, 2016	\$ 1,398,548	\$ 1,413,527	\$ 2,812,075	2.3%
Empire Life Emblem Balanced Portfolio				
June 30, 2017	\$ 1,532,561	\$ 1,544,046	\$ 3,076,607	1.6%
December 31, 2016	\$ 1,492,366	\$ 1,504,015	\$ 2,996,381	1.8%
Empire Life Emblem Moderate Growth Portfolio				
June 30, 2017	\$ 1,638,195	\$ 3,292,009	\$ 4,930,204	1.7%
December 31, 2016	\$ 1,596,873	\$ 3,209,479	\$ 4,806,352	2.1%
Empire Life Emblem Growth Portfolio				
June 30, 2017	\$ 1,732,730	\$ 3,475,052	\$ 5,207,782	2.6%
December 31, 2016	\$ 1,692,390	\$ 3,394,660	\$ 5,087,050	3.3%
Empire Life Emblem Aggressive Growth Portfolio				
June 30, 2017	\$ 1,859,617	\$ 3,719,040	\$ 5,578,657	11.1%
December 31, 2016	\$ 1,810,287	\$ 3,620,652	\$ 5,430,939	12.9%
Empire Life Small Cap Equity Mutual Fund				
June 30, 2017	\$ 434,406	\$ 281,544	\$ 715,950	45.4%
December 31, 2016	\$ 416,691	\$ 270,541	\$ 687,232	42.2%
Empire Life Canadian Equity Mutual Fund				
June 30, 2017	\$ 521,763	\$ 343,492	\$ 865,255	50.1%
December 31, 2016	\$ 516,104	\$ 340,278	\$ 856,382	43.1%
Empire Life Dividend Growth Mutual Fund				
June 30, 2017	\$ 518,460	\$ 341,276	\$ 859,736	4.4%
December 31, 2016	\$ 520,377	\$ 342,642	\$ 863,019	4.4%
Empire Life Monthly Income Mutual Fund				
June 30, 2017	\$ 445,091	\$ 1,049,370	\$ 1,494,461	6.5%
December 31, 2016	\$ 436,510	\$ 1,029,517	\$ 1,466,027	7.1%
Empire Life Money Market Mutual Fund				
June 30, 2017	\$ 320,105	\$ 212,947	\$ 533,052	29.4%
December 31, 2016	\$ 318,812	\$ 212,127	\$ 530,939	22.0%

Notes to the Financial Statements (unaudited)

June 30, 2017

As at	Seed Capital	Fair Value			% of Fund Value
		Investment	Total		
<u>The Empire Life Insurance Company Supplementary Pension Plan</u>					
Empire Life Emblem Aggressive Growth Portfolio					
June 30, 2017	N/A \$	13,384,132 \$	13,384,132		26.7%
December 31, 2016	N/A \$	13,050,942 \$	13,050,942		30.9%
<u>Empire Life Segregated Funds</u>					
Empire Life Emblem Diversified Income Portfolio					
June 30, 2017	N/A \$	34,142,653 \$	34,142,653		74.1%
December 31, 2016	N/A \$	31,103,354 \$	31,103,354		71.8%
Empire Life Emblem Conservative Portfolio					
June 30, 2017	N/A \$	110,592,117 \$	110,592,117		84.4%
December 31, 2016	N/A \$	102,159,846 \$	102,159,846		82.7%
Empire Life Emblem Balanced Portfolio					
June 30, 2017	N/A \$	160,301,344 \$	160,301,344		83.1%
December 31, 2016	N/A \$	132,851,669 \$	132,851,669		79.5%
Empire Life Emblem Moderate Growth Portfolio					
June 30, 2017	N/A \$	231,853,440 \$	231,853,440		82.2%
December 31, 2016	N/A \$	173,921,436 \$	173,921,436		77.3%
Empire Life Emblem Growth Portfolio					
June 30, 2017	N/A \$	167,290,177 \$	167,290,177		84.3%
December 31, 2016	N/A \$	124,085,491 \$	124,085,491		80.7%
Empire Life Emblem Aggressive Growth Portfolio					
June 30, 2017	N/A \$	20,805,381 \$	20,805,381		41.5%
December 31, 2016	N/A \$	14,399,134 \$	14,399,134		34.1%
Empire Life Monthly Income Mutual Fund					
June 30, 2017	N/A \$	7,195,479 \$	7,195,479		31.3%
December 31, 2016	N/A \$	4,776,041 \$	4,776,041		23.1%

The Funds pay management fees, as described in Note 5, to the Manager on a monthly basis. The fees are accrued daily and are calculated on the daily net asset value of the Funds.

Notes to the Financial Statements (unaudited)

June 30, 2017

9. Soft Dollar Transactions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by each Fund to those brokers is as follows:

For the six months ended	June 30, 2017	June 30, 2016
Empire Life Emblem Diversified Income Portfolio	\$ 474	\$ 540
Empire Life Emblem Conservative Portfolio	\$ 1,846	\$ 2,790
Empire Life Emblem Balanced Portfolio	\$ 3,775	\$ 4,725
Empire Life Emblem Moderate Growth Portfolio	\$ 7,365	\$ 8,589
Empire Life Emblem Growth Portfolio	\$ 6,462	\$ 5,089
Empire Life Emblem Aggressive Growth Portfolio	\$ 1,820	\$ 2,249
Empire Life Small Cap Equity Mutual Fund	\$ 266	\$ —
Empire Life Canadian Equity Mutual Fund	\$ 91	\$ 51
Empire Life Dividend Growth Mutual Fund	\$ 682	\$ 2,154
Empire Life Monthly Income Mutual Fund	\$ 429	\$ —
Empire Life Money Market Mutual Fund	\$ —	\$ —

10. Reinvestment of Distributions

When a Fund pays a distribution to a unitholder, it will be paid in the same currency in which the units are held. Distributions are automatically reinvested without charge in the same Fund or paid out in cash to the unitholder. The Manager may change the distribution policy at its discretion.

11. Subsequent Events

On July 21, 2017, the Manager resolved to terminate the Empire Life Money Market Mutual Fund, Empire Life Canadian Equity Mutual Fund and Empire Life Small Cap Equity Mutual Fund. This decision was announced publicly on July 21, 2017 and the effective termination date will be September 22, 2017.

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Empire Life Investments®

Empire Life Investments Inc.
165 University Ave, 9th Floor
Toronto, ON
M5H 3B8

www.empirelifeinvestments.ca

Portfolio holdings and other information contained herein may have changed.

The units of the Empire Life Mutual Funds are available only by prospectus and only in those jurisdictions where they may be lawfully offered for sale and therein only by dealers registered to sell such units.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated.

Mutual fund securities are not covered by the Canada Deposit Insurance Corporation or by any other government deposit insurer. There can be no assurances that the Empire Life Money Market Mutual Fund will be able to maintain its net asset value per security at a constant amount or that the full amount of your investment in such Fund will be returned to you.

FURTHER INFORMATION AVAILABLE

A copy of a Fund's current simplified prospectus and annual information form for the period ended December 31, 2016 and Management Report of Fund Performance for the period ended December 31, 2016 will be provided, at no cost, by calling the toll-free number 1 855 823-6883, by writing to us at Empire Life Investments Inc., 165 University Avenue, 9th Floor, Toronto, Ontario M5H 3B8 or by visiting our website at www.empirelifeinvestments.ca or SEDAR at www.sedar.com.

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