

THIRD QUARTER REPORT September 30th, 2018

Performance

To September 30th, 2018 the performance of the **HughesLittle Value Fund** and the **HughesLittle Balanced Fund** was as follows:

	Value Fund	Balanced Fund <i>(Registered)</i>
Unit Price - September 30 th , 2018	\$ 37.47	\$ 21.14
Unit Price - December 31 st , 2017	\$ 32.17	\$ 18.67
Distributions Paid Per Unit Since Inception	\$ 2.46	\$ 7.60
Nine Months	16.5 %	13.2 %
Annualized Return Since Inception	11.9 %	11.0 %

See attached Performance Summary for additional performance results.

In select 'pockets', we are seeing more reasonable share prices relative to underlying values, including several of our own holdings. This is due to a combination of lower share prices and rising intrinsic values.

These favourable price-to-value discounts led to an increase in buying of common shares for the Funds over the past few months. Recently, we've invested in additional shares of four existing holdings and added two new holdings. We also eliminated one, but this was due to company specific concerns, it was not share price driven. Details of our activity can be found in the enclosed Third-Quarter Investment Review.

Lower common share prices also make for a favourable risk/return outlook for the Funds at current unit prices.

Portfolio Review

As of September 30th, the Value Fund was 98 percent invested in 16 companies. The Fund owns four Canadian companies, nine U.S. based companies, and three holdings based in other countries. The Value Fund's top ten positions make-up 85 percent of the Fund's assets.

The Balanced Fund was 81 percent invested in the common shares of four Canadian companies, eight U.S. companies, and five companies based in other countries. The Balanced Fund's top ten positions make-up 68 percent of the Fund's assets.

2018 Distribution

The 2018 capital gains distribution for the Value Fund is projected to be around \$0.25 per unit, a little higher than the past few years. This is due to realized gains from partial sales of two positions that had become over-sized, partially offset by two positions sold at a loss.

If you plan on making a large investment in the Value Fund late in 2018, give us a call to reconfirm the distribution amount. It may make sense to defer your investment into 2019. We will have a revised estimate of the 2018 distribution by early December. Check our website or call us for this revision.

If you would like to receive your distribution in cash please let us know by mail, email or fax by December 15th.

The distribution for the HughesLittle Balanced Fund is non-taxable for unit holders.

Miscellaneous

Enclosed with this report for clients are:

1. The 2018 Third Quarter Investment Review
2. Performance Summary
3. Your Client Statement

Kind Regards,

Joe Little
October 5th, 2018

Mark Hughes