



**MAPLE LEAF SHORT DURATION 2014 FLOW-THROUGH
LIMITED PARTNERSHIP**

Interim Management Report of Fund Performance
For the period ended June 30, 2014

MAPLE LEAF SHORT DURATION 2014 FLOW-THROUGH LIMITED PARTNERSHIP

Interim Management Report of Fund Performance

For the period ended June 30, 2014

This Management Report of Fund Performance has been prepared as at August 27, 2014 and contains financial highlights but does not contain the complete financial statements for Maple Leaf Short Duration 2014 Flow-Through Limited Partnership (the "Partnership") and was approved by the Board of Directors on August 27, 2014. You can get a copy of the interim or the annual financial statements at your request, and at no cost, by calling 1.866.688.5750, by writing the general partner, Maple Leaf Short Duration 2014 Flow-Through Management Corp. (the "General Partner"), at 808 - 609 Granville Street, Vancouver, BC V7Y 1G5 or by visiting our website at www.MapleLeafFunds.ca or SEDAR at www.sedar.com.

Securityholders may also contact us using one of these methods to request a copy of the Partnership's proxy voting policies and procedures, proxy voting disclosure record, quarterly portfolio disclosure or Independent Review Committee Report to Securityholders.

Forward-Looking Information

This Management Report of Fund Performance contains forward-looking information and statements relating to, but not limited to, anticipated or prospective financial performance and results of operations of the Partnership. Any statements that are contained herein that are not statements of historical fact may be deemed to be forward-looking information. Without limiting the foregoing, the words "believes", "anticipates", "plans", "intends", "will", "should", "expects", "projects", and similar expressions are intended to identify forward-looking information.

The General Partner believes the forecasts or projections herein are reasonable, however readers are cautioned not to place undue reliance on such forward-looking information and readers should review the prospectus filed with Canadian securities regulatory authorities. Actual results may differ materially from management expectations as projected in such forward-looking statements for a variety of reasons including, but not limited to, market and general economic conditions, interest rates, regulatory and statutory developments, the effects of competition in the geographic and business areas in which the Partnership may invest and the risks detailed in the Prospectus of the Partnership. We caution that the foregoing list of factors is not exhaustive.

The forward-looking information is given as of the date of this management report of fund performance, and the General Partner undertakes no obligation to update publicly or revise any forward-looking information, whether as a result of new information, future events or otherwise.

Investment Objectives

The investment objective of the Partnership is to provide limited partners with a tax-assisted investment in a diversified portfolio of flow-through shares of resource companies focused on oil & gas and mineral exploration, development and/or production or certain renewable energy production with a view to earning income and achieving capital appreciation.

Results of Operations

In March 2014, the Partnership completed its public offering of units, raising \$4.0 million in the National Class and \$10.0 million in the Québec Class for investment in flow-through shares of Canadian resource companies. The Partnership commenced operations on January 27, 2014, as such there are no comparative results of operations.

For the period ended June 30, 2014, the National Class incurred total expenses of \$84,002, comprised of administrative and other \$32,162, management fees \$23,101, amortization of loan arrangement fee \$12,500, interest \$5,985, custodial \$5,250, audit \$3,596 and registrar and transfer agent \$1,408. The National Class recorded unrealized depreciation on investments of \$110,288.

The Québec Class incurred total expenses of \$148,527, comprised of administrative and other \$72,127, management fee \$61,531, audit fees \$8,904, custodial fees \$5,082, and registrar and transfer agent \$883. The Québec Class recorded unrealized depreciation on investments of \$288,482.

Performance Review

The Partnership successfully completed its initial public offering in March 2014, raising total assets of \$14,039,150. The Fund is selectively investing in the Canadian resource sector, taking advantage of the current depressed share prices. By the end of June 30, 2014, commitments have been made for approximately 60% of the total portfolio, with emphasis on the oil and gas sector in the National Class and Materials in the Quebec Class. The manager is focusing on the sustainability of the investee companies, while limiting the premium paid. In this challenging funding environment for resource companies, capital preservation is job one and targeted sector weightings will be adjusted as needed.

The positive trend for resource stocks continued in the second quarter of 2014. As economies start to come out of hibernation caused by the long and very cold winter, unemployment rates fell and housing started to pick up. Investors are looking through short term weak earnings and look forward to a global economy that will grow at a faster pace. For much of the quarter, energy led the way, as natural gas prices rebounded as the Middle East/East European tension festered. Gold stocks retreated from their early year gains initially, only to roar back in June as Islamic fundamentalists threatened the security of oil supply from Iraq. To be sure, global growth still looks sluggish with China undergoing a structural adjustment to its growth model and the cold weather had dampened housing and retail sales in North America. There is no doubt that the real economies are slowly catching up to the financial markets with investor confidence returning and setting up for a good year for resource stocks. The manager continues to build and adjust the portfolio to maintain exposure to favored commodities.

Credit Facility

The Partnership has a credit facility that enabled the Partnership to borrow an amount up to 11% of the gross proceeds of the National Class offering (subject to certain conditions including borrowing limits based on assets) for the payment of the National Class issue costs and other expenses and provided the bank with a security interest in all the assets of the Partnership. The loan is subject to interest based on the prime rate plus 2% payable monthly. During the period ended June 30, 2014, the Partnership incurred interest expense of \$5,985 on the loan. As at June 30, 2014, the loan balance was \$403,915, which is the maximum amount borrowed during the period. The loan is repayable at the earlier of a) one day prior to dissolution and b) January 31, 2015.

Related Party Transactions

The General Partner is entitled to a 2% management fee calculated monthly on the net asset value of the Partnership. During the period, an amount of \$23,101 was incurred in the National Class and \$61,531 was incurred in the Quebec Class. In addition, the General Partner is entitled to a performance bonus equal to 20% of the product of: (a) the number of units outstanding on performance bonus date (as defined in the limited partnership agreement); and (b) the amount by which the net asset value (as determined by the formula set forth in the limited partnership agreement) per unit (prior to giving effect to the performance bonus) plus the total distributions per unit during the performance bonus term exceeds \$28.

The Partnership is responsible to pay all expenses incurred in connection with the operation and administration of the Partnership. The General Partner charged the Partnership \$69,300 (\$19,938 National Class; \$49,362 Quebec Class) in operating and administrative expenses.

Risk

There are risks associated with an investment in units of the Partnership. The most recent Prospectus of the Partnership contains a discussion of these risks and is available at our website at www.MapleLeafFunds.ca or on SEDAR at www.sedar.com.

There have been no major or significant changes during the period ended June 30, 2014 that have had an impact on the overall risk level and investments of the Partnership.

Recent Developments

The Partnership adopted International Financial Reporting Standards ("IFRS") as its basis of accounting beginning January 27, 2014, the date of commencement of operations, as required by Canadian securities legislation and the Canadian Accounting Standards Board for publicly accountable enterprises.

Financial Highlights

The following tables summarize selected key financial information about the Partnership and is intended to help you understand the Partnership's financial performance since commencement of operations on January 27, 2014. The information is derived from the Partnership's interim financial statements.

The Partnership's Net Assets per unit

	National Class June 30, 2014 ⁽³⁾	Quebec Class June 30, 2014 ⁽³⁾
Maple Leaf Short Duration 2014 Flow-Through Limited Partnership		
Net assets (net of issue costs), Beginning of period ⁽²⁾	20.32	21.63
Increase (decrease) from operations		
Total investment income	(0.66)	(0.70)
Total expenses	(0.52)	(0.37)
Total increase (decrease) in net assets attributable to partners' capital from operations ⁽¹⁾	<u>(1.18)</u>	<u>(1.07)</u>
Net assets, End of period ⁽²⁾	<u>\$ 19.14</u>	<u>\$ 20.56</u>

⁽¹⁾ Net assets per unit is based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period.

⁽²⁾ These calculations are prescribed by securities regulators and are not intended to be a reconciliation between the opening and closing net assets per unit.

⁽³⁾ This information is derived from the Partnership's unaudited interim financial statements for the period from commencement of operations on January 27, 2014 to June 30, 2014.

Ratios and Supplemental Data

	National Class	Quebec Class
	June 30, 2014	June 30, 2014
Total net asset value (000's) ⁽¹⁾	\$ 3,093	\$ 8,223
Number of units outstanding ⁽¹⁾	161,566	400,000
Management expense ratio ⁽²⁾	8.79%	6.94%
Management expense ratio excluding issue costs ⁽²⁾	5.67%	4.43%
Portfolio turnover rate ⁽³⁾	0.00%	0.00%
Trading expense ratio ⁽⁴⁾	0.00%	0.00%
Net asset value per unit	\$ 19.14	\$ 20.56

Notes:

(1) This information is provided as at June 30 of the year shown.

(2) The Management expense ratio ("MER") is based on the total expenses (excluding commissions and portfolio transaction costs) of the Partnership for the stated period expressed as an annualized percentage of average net assets during the period. The annualized MER for June 30, 2014 (the year of inception) includes issue costs which are one-time expenses and therefore not annualized.

(3) The Partnership's portfolio turnover rate indicates how actively the Partnership's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Partnership buying and selling all of the securities in its portfolio once in the course of a year. The higher the Partnership's portfolio turnover rate in a year, the greater the trading costs payable by the Partnership in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Partnership.

(4) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of average net asset value during the period.

Summary of Investment Portfolios

The following summaries of the Partnership's investment portfolios break down the portfolios into subgroups, showing the percentage of net asset value of each Class constituted by each subgroup and the tables list the securities held for the National Class and in the Quebec Class and the percent of net asset value, as at June 30, 2014.

National Class		% of Net Asset Value
Cash		48.68
Equity investments		
Energy	33.66	
Precious Metals	13.06	
Base Metals	9.02	
Other metals	8.74	64.47
Total investment portfolio, including cash		113.15
Liabilities, net of other assets		(13.15)
Total Net Asset Value		100.00

Quebec Class		% of Net Asset Value
Cash		52.54
Equity investments		
Base Metals	22.25	
Precious Metals	10.99	
Energy	13.58	46.82
Total investment portfolio, including cash		99.36
Liabilities, net of other assets		0.64
Total Net Asset Value		100.00

National Class - 16 Investments

	% of Net Asset Value
Tourmaline Oil Corp	12.73
Deethree Exploration Ltd	11.50
Artek Explorations Ltd	7.05
Wallbridge Mining Co.	6.83
Ascot Resources Ltd	5.65
Encanto Potash Corp	4.42
ATAC Resources Ltd.	4.35
Globex Mining Enterprises Inc	4.25
Temex Resources Corp	2.42
Azincourt Uranium Inc.	2.37
Canada Zinc Metals	2.08
Ascot Resources Ltd	0.56
Wallbridge Mining Co.	0.11
Encanto Potash Corp	0.07
Temex Resources Corp	0.06
ATAC Resources Ltd.	0.02

Note:

This summary of Investment Portfolio may change due to buy and sell transactions enacted by the portfolio manager. A quarterly update detailing future changes will be available on our website at www.mapleleafflowthrough.ca or you can request a quarterly update by calling Maple Leaf Flow-Through at 1.866.688.5750.

Quebec Class - 10 Investments

	% of Net Asset Value
Integra Gold Corp.	10.99
Tourmaline Oil Corp	8.89
Commerce Resources	5.96
Canada Carbon Inc	5.78
Deethree Exploration Ltd	4.69
Geomega Resources	4.40
Globex Mining Enterprises	4.00
Lomiko Metals Inc	1.40
Canada Carbon Inc	0.40
Commerce Resources	0.32

Note:

This summary of Investment Portfolio may change due to buy and sell transactions enacted by the portfolio manager. A quarterly update detailing future changes will be available on our website at www.mapleleafflowthrough.ca or you can request a quarterly update by calling Maple Leaf Flow-Through at 1.866.688.5750.

CORPORATE HEAD OFFICE
CADO Bancorp Ltd.
PO Box 10357
Suite 808 – 609 Granville St.
Vancouver, BC V7Y 1G5

DIRECTORS & EXECUTIVE
Hugh Cartwright
Shane Doyle
Jim Huang
John Dickson

LEGAL COUNSEL
Borden Ladner Gervais LLP
1200 Waterfront Centre
200 Burrard St.
PO Box 48600
Vancouver, BC V7X 1T2

AUDITOR
PricewaterhouseCoopers LLP
250 Howe Street, Suite 700
Vancouver, BC V6C 3S7

TRANSFER AGENT
Valiant Trust Company
310, 606 4th Street SW
Calgary, AB T2P 1T1