SEMI-ANNUAL REPORT
2016

TOP 10 SPLIT TRUST

strathbridge
ASSET MANAGEMENT

Letter to Securityholders

We are pleased to present the 2016 semi-annual report containing the management report of fund performance and the unaudited financial statements for Top 10 Split Trust (the “Fund”).

Stock market performance in the first half of 2016 can be characterized by significant weakness to start off the year due to stagnant economic growth and increasingly ineffective monetary policy which led to a lack of investor confidence. However, after most stock markets hit new lows in early February, they staged a meaningful recovery which continued through the second quarter of 2016. Oil prices which declined over 30 percent to a low of US$26.21 on February 11, 2016 have maintained a steady uptrend since, topping US$50 per barrel by mid-June and brought much of the energy complex along with it. Soft commodities were also generally higher during the first six months of 2016. The main commodity story, however, was gold. It is the best performing asset class so far in 2016, up over 24 percent. One might expect to see elevated volatility as investors often flock to gold in times of crisis; however, this was not the case. Interest rates remain low and have even gone into negative levels in some regions, notably Europe and Japan. Surprisingly, stock markets have been calm allowing the VIX (“CBOE Volatility Index”) to drift lower through much of the period. The first half of 2016 was punctuated with “Brexit”. The word was coined to describe Great Britain’s exit from the European Union (“EU”). A referendum was held on June 23 and the people voted 52-48 percent to leave the EU in a surprise upset. The news roiled global markets immediately following the event but North American markets have since fully recovered. The longer term impacts on the region and the world are not yet known.

During the six months ended June 30, 2016, the Fund paid cash distributions of $0.11 per Capital Unit and $0.39 per Preferred Security. The net asset value per Combined Unit decreased from $15.85 at December 31, 2015 to $15.16 at June 30, 2016. The total return of the Fund per Combined Unit, including the reinvestment of distributions, was negative 1.2 percent for the period. The net realized gain on options attributable to Strathbridge Selective Overwriting strategy (see “The Fund”) amounted to $0.15 per Combined Unit as compared to a net realized gain on options of $0.12 per Combined Unit a year ago. For a more detailed review of the operations of the Fund, please see the Results of Operations and the Portfolio Manager Report sections.

We thank all securityholders for their continued support and encourage securityholders to review the detailed information contained within the semi-annual report.

John P. Mulvihill
Chairman & CEO
Strathbridge Asset Management Inc.

The Fund

The Fund is a split share trust designed to provide Capital Unit holders with the benefit of any capital appreciation in the value of the portfolio combined with tax-efficient quarterly distributions and to provide holders of the Preferred Securities with fixed cumulative preferential quarterly distributions. These securities are listed on the Toronto Stock Exchange under the ticker symbols TXT.UN for the Capital Units and TXT.PR.A for the Preferred Securities. A Combined Unit of the Fund consists of one Capital Unit and one Preferred Security.

To accomplish its objectives, the Fund invests in a portfolio of securities consisting of common equity securities of the six largest Canadian banks and the four largest Canadian life insurance companies. The Fund may also invest in public investment funds including exchange traded funds and other Strathbridge Funds (provided that no more than 15 percent of the net asset value of the Fund may be invested in securities of other Strathbridge Funds) that provide exposure to such securities.

The Fund employs a proprietary investment strategy, Strathbridge Selective Overwriting (“SSO”), to enhance the income generated by the portfolio and to reduce volatility. In addition, the Fund may write cash covered put options in respect of securities in which it is permitted to invest.

The SSO strategy is a quantitative, technical based methodology that identifies appropriate times to write and/or close out option positions compared to writing continuously and rolling options every thirty days. This proprietary process has been developed over many years through various market cycles. The Manager believes the primary benefit to investors is to maximize the total return of the particular portfolio while reducing the level of volatility of the portfolio, thereby increasing the risk-adjusted return.

Management Report of Fund Performance

This semi-annual management report of fund performance contains the financial highlights for the six months ended June 30, 2016 of Top 10 Split Trust (the “Fund”). The unaudited semi-annual financial statements of the Fund are attached.

Copies of the Fund’s proxy voting policies and procedures, proxy voting disclosure record and quarterly portfolio disclosure may be obtained by calling 1-800-725-7172 toll free, by writing to the Fund at Investor Relations, 121 King Street West, Suite 2600, P.O. Box 113, Toronto, Ontario, M5H 3T9, by email at info@strathbridge.com, or by visiting our website at www.strathbridge.com. You can also request semi-annual or annual reports at no cost by using one of the above methods.

Results of Operations

Distributions

For the six months ended June 30, 2016, cash distributions of $0.11 per Capital Unit were paid as compared to $0.18 per Capital Unit last year ago. Interest payments of $0.39 per Preferred Security remained unchanged from the prior year.

Since the reorganization of the Fund in November 2005 when the Fund adopted new objectives and a new investment strategy as the Top 10 Split Trust, the Fund has paid interest of $8.26 per Preferred Security and cash distributions of $4.80 per Capital Unit.

Revenue and Expenses

For the six months ended June 30, 2016, the Fund’s dividend income was $0.31 per Unit, down $0.01 per Unit from the prior year. Total expenses were $0.20 per Unit compared to $0.21 per Unit last year. The Fund had a net realized and unrealized loss of $0.32 per Unit in the first half of 2016 as compared to a net realized and unrealized loss of $0.59 per Unit a year earlier.

Net Asset Value

The net asset value per Combined Unit of the Fund decreased 4.4 percent from $15.85 at December 31, 2015 to $15.16 at June 30, 2016. The aggregate net asset value of the Fund decreased $3.02 million, from $21.13 million at December 31, 2015 to $18.11 million at June 30, 2016, primarily reflecting retraction payments of $2.13 million, a decrease in net assets attributable to holders of Capital Units of $0.75 million and Capital Unit distributions of $0.13 million.

Recent Developments

On January 14, 2016, the Fund announced that pursuant to the Fund’s trust agreement, the term of the Fund was being extended automatically for an additional five year period beyond the March 31, 2016 termination date to March 31, 2021. The automatic extension was approved by unitholders of the Fund at a meeting held on March 21, 2011. In connection with the automatic extension of the term, holders of Capital Units and Preferred Securities had a special retraction right to permit holders of such securities to retract such securities on March 31, 2016 on the terms on which such securities would have been redeemed had the term of the Fund not been extended. Pursuant to such special retraction right granted to securityholders, 125,696 Preferred Securities and 137,494 Capital Units were surrendered for retraction. Each security tendered was repaid at a retraction price of $12.50 per Preferred Security or $3.00 per Capital Unit.

On March 23, 2016, the Fund announced a partial redemption of its Preferred Securities in order to maintain an equal number of Preferred Securities and Capital Units outstanding. The Fund redeemed an aggregate of 11,798 Preferred Securities on a pro rata basis from all securityholders of record of Preferred Securities on March 31, 2016, representing approximately 0.9 percent of the 1,332,821 issued and outstanding Preferred Securities. Each Preferred Security retracted pursuant to the partial redemption was redeemed at $12.50, being the principal amount per Preferred Security.

Related Party Transactions

Strathbridge Asset Management Inc. (“Strathbridge”), as the Investment Manager of the Fund, manages the investment portfolio in a manner consistent with the investment objectives, strategy and criteria of the Fund pursuant to an Investment Management Agreement made between the Fund and Strathbridge dated January 22, 1997 and amended as of November 30, 2005.

Strathbridge is the Manager of the Fund pursuant to a Trust Agreement made between the Fund and Strathbridge dated January 22, 1997 and amended as of November 30, 2005. As such, Strathbridge is responsible for providing or arranging for required administrative services to the Fund.

Strathbridge is paid the fees described under the Management Fees section of this report.

During the period, no recommendations or approvals were required to be sought from the Independent Review Committee ("IRC") concerning related party transactions.

Independent Review Committee

National Instrument 81-107 - Independent Review Committee for Investment Funds (“NI 81-107”) requires all publicly offered investment funds to establish an IRC to whom the Manager must refer conflict of interest matters for review or approval. NI 81-107 also imposes obligations upon the Manager to establish written policies and procedures for dealing with conflict of interest matters, maintaining records in respect of these matters and providing assistance to the IRC in carrying out its functions. The Chief Compliance Officer, designated by the Manager, is in charge of facilitating the fulfillment of these obligations.

The IRC will prepare, for each financial year, a report to securityholders that describes the IRC and its activities during such financial year and includes, if known, a description of each instance when the Manager acted in a conflict of interest matter for which the IRC did not give a positive recommendation or for which a condition, imposed by the IRC, was not met in its recommendation or approval. Members of the IRC are Robert W. Korthals, Michael M. Koerner and Robert G. Bertram.

Management Report of Fund Performance

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the past five years.

Information for the period ended June 30, 2016 is derived from the Fund's unaudited semi-annual financial statements.

The information for the years ended December 31 is derived from the Fund's audited annual financial statements.

		Six months ended June 30, 2016
NET ASSETS PER COMBINED UNIT		
Net Assets, beginning of period[1]	**$**	**15.85**
INCREASE (DECREASE) FROM OPERATIONS		
Total revenue		**0.31**
Total expenses		**(0.20)**
Realized gain (loss) for the period		**(0.26)**
Unrealized gain (loss) for the period		**(0.06)**
Total Increase (Decrease) from Operations[2]		**(0.21)**
DISTRIBUTIONS		
From net investment income - Preferred Security		**(0.39)**
Non-taxable distributions - Capital Unit		**(0.11)**
Total Distributions[3]		**(0.50)**
Net Assets, end of period[1]	**$**	**15.15**

(1) All per Combined Unit figures presented in 2016, 2015, 2014 and 2013 are referenced to net assets determined in accordance with IFRS which are derived from the Fund's unaudited financial statements for the six months ended June 30, 2016 and the annual audited financial statements for the years ended December 31, 2015 and 2014. Net assets per Combined Unit for all other prior years were derived from the Fund's audited annual financial statements that were prepared in accordance with Canadian generally accepted accounting principles. Net assets per Combined Unit is the difference between the aggregate value of the assets (including the valuation of securities at closing prices for the years beginning on or after January 1, 2013 and for all other prior years at bid prices) and the aggregate value of the liabilities, excluding the Preferred Security liability, divided by the number of Units then outstanding.

		Six months ended June 30, 2016
RATIOS/SUPPLEMENTAL DATA		
Net Asset Value, excluding the Preferred Security liability ($millions)	**$**	**18.11**
Net Asset Value ($millions)	**$**	**3.17**
Number of Units outstanding		**1,195,327**
Management expense ratio[1]		**2.40%**[4]
Portfolio turnover rate[2]		**80.12%**
Trading expense ratio[3]		**0.18%**[4]
Net Asset Value per Combined Unit[5]	**$**	**15.16**
Closing market price - Preferred Security	**$**	**12.25**
Closing market price - Capital Unit	**$**	**3.05**

(1) The management expense ratio ("MER") is the sum of all fees and expenses for the stated period, including harmonized sales tax but excluding transaction fees, divided by the average net asset value. Generally, the MER increases when the Fund becomes smaller in size due to redemptions. The MER for 2015, 2014 and 2011 includes the special resolution expense. The MER for 2015, 2014 and 2011 excluding the special resolution expense is 2.10%, 2.08% and 1.99% respectively. The MER, including Preferred Security interest payments, is 7.47%, 6.79%, 6.54%, 7.04%, 7.66% and 7.33% for 2016, 2015, 2014, 2013, 2012 and 2011 respectively.

(2) Portfolio turnover rate is calculated based on the lesser of purchases or sales of investments, excluding short-term investments, divided by the average value of the portfolio securities. The Fund employs an option overlay strategy which can result in higher portfolio turnover by virtue of option exercises, when compared to a conventional equity mutual fund.

(3) Trading expense ratio represents total commissions expressed as a percentage of the daily average net asset value during the period.

As a result of the adoption of International Financial Reporting Standards ("IFRS"), for June 30, 2016, December 31, 2015, 2014 and 2013, the net assets per Combined Unit presented in the financial statements and the net asset value per Combined Unit calculated weekly are both valued at closing prices. For all other prior years ended December 31, the net assets per Unit presented in the financial statements differs from the net asset value per Unit calculated weekly, primarily as a result of investments being valued at bid prices for financial statements purposes and at closing prices for weekly net asset value purposes.

Years ended December 31				
2015	2014	2013	2012	2011
$ 17.80	$ 17.52	$ 14.55	$ 13.77	$ 16.57
0.63	0.62	0.61	0.64	0.61
(0.37)	(0.39)	(0.35)	(0.31)	(0.42)
0.63	2.62	0.84	(1.16)	0.58
(1.74)	(1.37)	2.93	2.47	(1.83)
(0.85)	1.48	4.03	1.64	(1.06)
(0.78)	(0.78)	(0.78)	(0.78)	(0.78)
(0.32)	(0.41)	(0.28)	(0.11)	(0.23)
(1.10)	(1.19)	(1.06)	(0.89)	(1.01)
$ 15.85	$ 17.80	$ 17.52	$ 14.53	$ 13.77

(2) Total increase (decrease) from operations consists of interest and dividend revenue, realized and unrealized gain (loss) less expenses excluding Preferred Security interest and is calculated based on the weighted average number of Units outstanding during the period. The schedule is not intended to total to the ending net assets as calculations are based on the weighted average number of Units outstanding during the period.

(3) Distributions to securityholders are based on the number of securities outstanding on the record date for each distribution.

Years ended December 31				
2015	2014	2013	2012	2011
$ 21.13	$ 24.51	$ 25.34	$ 22.22	$ 21.61
$ 4.47	$ 7.30	$ 7.26	$ 3.13	$ 2.02
1,332,821	1,376,799	1,446,599	1,526,948	1,567,325
2.21%	2.14%	2.11%	2.12%	2.49%
95.02%	93.84%	63.41%	73.48%	111.16%
0.09%	0.08%	0.08%	0.08%	0.13%
$ 15.85	$ 17.80	$ 17.52	$ 14.55	$ 13.79
$ 12.46	$ 12.80	$ 12.68	$ 12.64	$ 12.40
$ 3.50	$ 4.42	$ 4.42	$ 1.98	$ 1.89

(4) Annualized.

(5) Net Asset Value per Combined Unit is the difference between the aggregate value of the assets including the valuation of securities at closing prices and the aggregate value of the liabilities excluding the Preferred Security liability, divided by the number of units then outstanding.

Management Report of Fund Performance

Management Fees

Strathbridge, as the Investment Manager of the Fund, is entitled to fees under the Investment Management Agreement calculated monthly as 1/12 of 1.00 percent of the net asset value of the Fund at each month end. Services received under the Investment Management Agreement include the making of all investment decisions and writing of covered call options in accordance with the investment objectives, strategy and criteria of the Fund. Strathbridge also makes all decisions as to the purchase and sale of securities in the Fund's portfolio and as to the execution of all portfolio and other transactions.

Strathbridge, as the Manager of the Fund, is entitled to fees under the Trust Agreement calculated monthly as 1/12 of 0.10 percent of the net asset value of the Fund at each month end. Services received under the Trust Agreement include providing or arranging for required administrative services to the Fund.

Past Performance

The following chart sets out the Fund's year-by-year past performance. It is important to note that the:

(1) information shown assumes that all distributions and interest payments made by the Fund during these periods were reinvested in securities of the Fund,

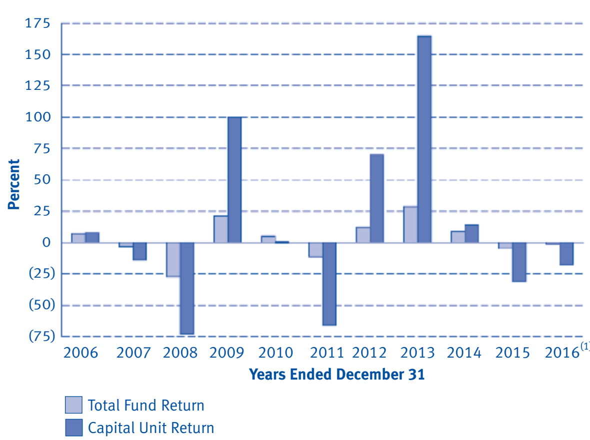
(2) information does not take into account sales, redemptions, distributions or other optional charges that would have reduced returns, and

(3) past performance of the Fund does not necessarily indicate how it will perform in the future.

Year-By-Year Returns

The following bar chart illustrates how the Fund's total return varied from year to year for each of the past ten years and for the six months ended June 30, 2016. The chart also shows, in percentage terms, how much an investment made on January 1 in each year would have increased or decreased by the end of that fiscal year or June 30, 2016 for the six months ended.

Annual Total Return



(1) For the six months ended June 30, 2016.

Portfolio Manager Report

Stock market performance in the first half of 2016 can be characterized by significant weakness to start off the year due to stagnant economic growth and increasingly ineffective monetary policy which led to a lack of investor confidence. However, after most stock markets hit new lows in early February, they staged a meaningful recovery which continued through the second quarter of 2016. Oil prices which declined over 30 percent to a low of US$26.21 on February 11, 2016 have maintained a steady uptrend since, topping US$50 per barrel by mid-June and brought much of the energy complex along with it. Soft commodities were also generally higher during the first six months of 2016. The main commodity story, however, was gold. It is the best performing asset class so far in 2016, up over 24 percent. One might expect to see elevated volatility as investors often flock to gold in times of crisis; however, this was not the case. Interest rates remain low and have even gone into negative levels in some regions, notably Europe and Japan. Surprisingly, stock markets have been calm allowing the VIX ("CBOE Volatility Index") to drift lower through much of the period. The first half of 2016 was punctuated with "Brexit". The word was coined to describe Great Britain's exit from the European Union ("EU"). A referendum was held on June 23 and the people voted 52-48 percent to leave the EU in a surprise upset. The news roiled global markets immediately following the event but North American markets have since fully recovered. The longer term impacts on the region and the world are not yet known.

For the six months ended June 30, 2016, the total return per Combined Unit, including reinvestment of distributions, was negative 1.2 percent. The Capital Units achieved its investment objective of providing quarterly distributions in an amount targeted to be 7.5 percent of the net asset value (the "NAV"). The Preferred Security also achieved its investment objective of providing fixed quarterly cash interest payments equal to 6.25 percent on the $12.50 principal amount. In aggregate, the Fund paid cash distributions of $0.11 per Capital Unit and $0.39 per Preferred Security during the first half of the year. While the NAV per Preferred Security remained unchanged at $12.50, the NAV per Capital Unit decreased from $3.35 at the end of 2015 to $2.66 at June 30, 2016.

Over the first half of the year, the bank holdings generally outperformed the insurance holdings with a median return of 9.0 percent versus the average for the insurers of negative 4.7 percent. The Bank of Nova Scotia and the National Bank of Canada led the total returns with gains of 15.7 and 12.4 percent respectively. Manulife Financial Corporation and Industrial Alliance Insurance and Financial Services Inc. were the laggards with returns of negative 13.0 and negative 6.5 percent respectively.

Dividends declared in the first half of 2016 rose, on average, around 8 percent on all portfolio holdings as compared to the first half of 2015. The banks' average increase was 7.0 percent and the increase for the insurers was 9.5 percent. Standouts were the increase by Manulife Financial Corporation of 13.9 percent and the increase by Canadian Imperial Bank of Commerce of 11.2 percent. The bank earnings growth is lower at 6.7 percent compared to 23.3 percent of the insurer.

The average call writing exposure over the first half was 8.6 percent, up slightly from 8.5 percent over the first half year ago. The overwritten positions ranged from zero to 28.7 percent of the portfolio. Call writing activity was highest in the first three months. There were no put transactions executed for the portfolio over the six month period. The net realized gain on options attributable to Strathbridge Selective Overwriting ("SSO") strategy amounted to $0.15 per unit. The average cash position was 6.2 percent during the period.

Management Report of Fund Performance

Summary of Investment Portfolio

The composition of the portfolio may change due to ongoing portfolio transactions of the Fund. A quarterly portfolio summary, which includes the percentage of net asset value for each holding, and a monthly portfolio list are available on our website at www.strathbridge.com.

Asset Mix

June 30, 2016

	% of Net Asset Value[1]
Financials	89.5%
Cash	10.5%
	100.0%

[1] The Net Asset Value excludes the Preferred Security liability.

Portfolio Holdings

June 30, 2016

	% of Net Asset Value[1]
Bank of Montreal	11.7%
Royal Bank of Canada	11.3%
The Bank of Nova Scotia	11.1%
Canadian Imperial Bank of Commerce	10.6%
Cash	10.5%
National Bank of Canada	10.2%
The Toronto-Dominion Bank	7.2%
Sun Life Financial Inc.	7.1%
Great-West Lifeco Inc.	7.0%
Industrial Alliance Insurance and Financial Services Inc.	6.8%
Manulife Financial Corporation	6.5%

[1] The Net Asset Value excludes the Preferred Security liability.

Forward-Looking Statements

This report may contain forward-looking statements about the Fund. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as “expects”, “anticipates”, “intends”, “plans”, “believes”, “estimates” or negative versions thereof and similar expressions. In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also forward-looking. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to any divergence between what is anticipated and what actually occurs, including, but not limited to, general economic, political and market factors, interest and foreign exchange rates, global equity and capital markets, business competition, technology change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events.

The above-mentioned list of important factors is not exhaustive. You should consider these and other factors carefully before making any investment decisions and you should avoid placing undue reliance on forward-looking statements. While the Fund currently anticipates that subsequent events and developments may cause the Fund’s views to change, the Fund does not undertake to update any forward-looking statements.

Management's Responsibility for Financial Reporting

The accompanying condensed financial statements of Top 10 Split Trust (the "Fund") and all the information in this semi-annual report are the responsibility of the management of Strathbridge Asset Management Inc. (the "Manager") and have been approved by the Fund's Board of Advisors (the "Board").

The condensed financial statements have been prepared by management in accordance with International Financial Reporting Standards and include certain amounts that are based on estimates and judgments. Management has ensured that the other financial information presented in this semi-annual report is consistent with the condensed financial statements. The significant accounting policies which management believes are appropriate for the Fund are described in Note 3 of the annual financial statements for the year ended December 31, 2015.

The Manager is also responsible for maintaining a system of internal controls designed to provide reasonable assurance that assets are safeguarded and that accounting systems provide timely, accurate and reliable financial information.

The Board meets periodically with management and the independent auditor to discuss internal controls, the financial reporting process, various auditing and financial reporting matters, and to review the annual report, the financial statements and the independent auditor's report. Deloitte LLP, the Fund's independent auditor, has full and unrestricted access to the Board.

John P. Mulvihill
Director
Strathbridge Asset Management Inc.

John D. Germain
Director
Strathbridge Asset Management Inc.

August 4, 2016

Notice to Securityholders

The accompanying unaudited Condensed Financial Statements for the six months ended June 30, 2016 have been prepared by management and have not been reviewed by the independent auditor of the Fund.

Condensed Financial Statements

Statements of Financial Position

As at June 30, 2016 (Unaudited) and December 31, 2015 (Audited)

	Note	June 30, 2016	Dec. 31, 2015
ASSETS			
Financial assets at fair value through profit or loss	2	**$ 16,221,433**	$ 21,375,455
Dividends receivable		**69,860**	58,561
Cash		**1,894,849**	470,781
TOTAL ASSETS		**18,186,142**	21,904,797
LIABILITIES			
Accrued liabilities		**39,841**	49,043
Accrued management fees	5	**16,358**	20,414
Derivative liabilities	2	**15,026**	11,457
Preferred securities		**14,941,588**	16,660,263
Redemptions payable		**–**	697,104
TOTAL LIABILITIES		**15,012,813**	17,438,281
NET ASSETS ATTRIBUTABLE TO HOLDERS OF CAPITAL UNITS		**$ 3,173,329**	$ 4,466,516
NET ASSETS ATTRIBUTABLE TO HOLDERS OF CAPITAL UNITS PER CAPITAL UNIT		**$ 2.6548**	$ 3.3512

The notes are an integral part of the Condensed Financial Statements.

Condensed Financial Statements

Statements of Comprehensive Income

Six months ended June 30 (Unaudited)

	Note	2016	2015
INCOME			
Dividend income		$ 396,819	$ 441,523
Interest income		2,745	–
Net realized gain/(Loss) on investments at fair value through profit or loss	3	(529,478)	535,544
Net realized gain on options at fair value through profit or loss	3	199,297	159,448
Net change in unrealized gain/loss on investments at fair value through profit or loss	3	(72,218)	(1,499,001)
TOTAL LOSS		(2,835)	(362,486)
EXPENSES			
Management fees	5	107,115	127,761
Service fees		6,622	11,594
Administrative and other expenses		41,557	57,303
Transaction fees	6	18,019	10,786
Custodian fees		19,290	13,009
Audit fees		16,719	16,627
Advisory board fees	5	10,200	9,600
Independent review committee fees	5	3,410	3,509
Legal fees		3,330	3,005
Securityholder reporting costs		7,881	10,020
Harmonized sales tax		17,621	19,691
TOTAL EXPENSES		251,764	282,905
OPERATING LOSS		(254,599)	(645,391)
Preferred security interest		(493,773)	(537,805)
DECREASE IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF CAPITAL UNITS	7	$ (748,372)	$ (1,183,196)
DECREASE IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF CAPITAL UNITS PER CAPITAL UNIT	7	$ (0.5875)	$ (0.8594)

The notes are an integral part of the Condensed Financial Statements.

Statements of Changes in Net Assets Attributable to Holders of Capital Units

Six months ended June 30 (Unaudited)

	2016	2015
NET ASSETS ATTRIBUTABLE TO HOLDERS OF CAPITAL UNITS, BEGINNING OF YEAR	$ 4,466,516	$ 7,297,366
Decrease in Net Assets Attributable to Holders of Capital Units	(748,372)	(1,183,196)
Capital Unit Transactions		
Value for Capital Units redeemed, excluding Preferred Securities	(413,115)	–
Distributions		
Non-taxable distributions	(131,700)	(241,628)
Changes in Net Assets Attributable to Holders of Capital Units during the Period	(1,293,187)	(1,424,824)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF CAPITAL UNITS, END OF PERIOD	$ 3,173,329	$ 5,872,542

The notes are an integral part of the Condensed Financial Statements.

Condensed Financial Statements

Statements of Cash Flows

Six months ended June 30 (Unaudited)

		2016		2015
CASH, BEGINNING OF YEAR	**$**	**470,781**	$	218,118
Cash Flows Provided by (Used In) Operating Activities				
Operating Loss		**(254,599)**		(645,391)
Adjustments to Reconcile Net Cash Provided by (Used In) Operating Activities				
Net realized (gain)/loss on investments at fair value through profit or loss		**529,478**		(535,544)
Net realized gain on options at fair value through profit or loss		**(199,297)**		(159,448)
Net change in unrealized gain/loss on investments at fair value through profit or loss		**72,218**		1,499,001
(Increase)/decrease in dividends receivable and due from brokers - investments		**(11,299)**		600,167
Decrease in accrued liabilities and accrued management fees		**(13,258)**		(38,339)
Purchase of investment securities		**(14,344,021)**		(10,565,333)
Proceeds from disposition of investment securities		**19,099,213**		12,184,611
		5,133,034		2,985,115
Cash Flows Used In Financing Activities				
Capital Unit redemptions		**(560,494)**		(369,954)
Preferred Security redemptions		**(2,268,400)**		(872,500)
Capital Unit distributions		**(131,700)**		(241,628)
Preferred Security interest		**(493,773)**		(537,805)
		(3,454,367)		(2,021,887)
Net Increase in Cash during the Period		**1,424,068**		317,837
CASH, END OF PERIOD	**$**	**1,894,849**	$	535,955

Dividends received	**$**	**385,520**	$	434,930
Interest received	**$**	**2,745**	$	–

The notes are an integral part of the Condensed Financial Statements.

Schedule of Investments

As at June 30, 2016 (Unaudited)

	Number of Shares/ (Contracts)		Average Cost/ (Proceeds)		Fair Value	% of Net Assets Attributable to Holders of Capital Units and Preferred Securities
INVESTMENTS						
Canadian Common Shares						
Financials						
Bank of Montreal	26,000	$	2,031,238	$	2,130,700	
Canadian Imperial Bank of Commerce	19,800		1,909,152		1,921,392	
Great-West Lifeco Inc.	37,020		1,262,327		1,261,642	
Industrial Alliance Insurance and Financial Services Inc.	30,500		1,288,459		1,238,605	
Manulife Financial Corporation	66,900		1,377,701		1,182,123	
National Bank of Canada	41,960		1,843,742		1,854,212	
Royal Bank of Canada	26,800		2,043,729		2,045,912	
Sun Life Financial Inc.	30,200		1,251,394		1,281,688	
The Bank of Nova Scotia	31,700		1,978,132		2,006,927	
The Toronto-Dominion Bank	23,400		1,234,153		1,298,232	
Total Financials			16,220,027		16,221,433	89.6 %
Total Canadian Common Shares		$	16,220,027	$	16,221,433	89.6 %
Options						
Written Covered Call Options (100 shares per contract)						
National Bank of Canada - July 2016 @ $45	(105)	$	(7,245)	$	(5,778)	
Royal Bank of Canada - July 2016 @ $77	(73)		(12,337)		(6,951)	
The Toronto-Dominion Bank - July 2016 @ $56	(95)		(7,030)		(2,297)	
Total Options		$	(26,612)	$	(15,026)	(0.1)%
Adjustment for transaction costs			(7,783)			
TOTAL INVESTMENTS		$	16,185,632	$	16,206,407	89.5 %
OTHER NET ASSETS					1,908,510	10.5 %
NET ASSETS ATTRIBUTABLE TO HOLDERS OF CAPITAL UNITS AND PREFERRED SECURITIES				$	18,114,917	100.0 %

Notes to Condensed Financial Statements

June 30, 2016 (Unaudited)

1. Basis of Presentation

The condensed semi-annual financial statements for Top 10 Split Trust (the "Fund") have been prepared in compliance with International Financial Reporting Standards ("IFRS"), specifically the International Accounting Standard ("IAS") 34 Interim Financial Reporting. However, not all disclosures required by IFRS for annual financial statements have been presented and, accordingly, these condensed semi-annual financial statements should be read in conjunction with the most recently prepared annual financial statements for the year ended December 31, 2015.

These condensed semi-annual financial statements follow the same accounting policies and method of application as the most recent audited financial statements for the year ended December 31, 2015.

These condensed financial statements were approved by the Board of Advisors on August 4, 2016.

2. Risks Associated with Financial Instruments

The various types of risks associated with its investment strategies, financial instruments and markets in which the Fund invests remain unchanged from the prior year and are described in Note 6 of the audited financial statements for the year ended December 31, 2015.

Credit Risk

During the periods ended June 30, 2016 and December 31, 2015, the counterparties to the Fund's derivative financial instruments had a credit rating of A-1 or higher from Standard & Poor's Ratings Services.

Liquidity Risk

The amounts in the table are the contractual undiscounted cash flows:

As at June 30, 2016 Financial Liabilities	On Demand	< 3 months	Total
Accrued liabilities	$ –	$ 39,841	$ 39,841
Accrued management fees	–	16,358	16,358
Derivative liabilities	–	15,026	15,026
Preferred securities	14,941,588	–	14,941,588
	$ 14,941,588	$ 71,225	$ 15,012,813

As at December 31, 2015 Financial Liabilities	On Demand	< 3 months	Total
Redemptions payable	$ –	$ 697,104	$ 697,104
Accrued liabilities	–	49,043	49,043
Accrued management fees	–	20,414	20,414
Derivative liabilities	–	11,457	11,457
Preferred securities	16,660,263	–	16,660,263
	$ 16,660,263	$ 778,018	$ 17,438,281

Market Risk

(a) Price Risk

Approximately 90 percent (December 31, 2015 - 101 percent) of the Fund's net assets attributable to holders of Capital Units, excluding the Preferred Security liability, held at June 30, 2016 were publicly traded equities. If equity prices on the exchange increased or decreased by 5 percent as at June 30, 2016, the net assets attributable to holders of Capital Units, excluding the Preferred Security liability, would have increased or decreased by $0.8 million (December 31, 2015 - $1.1 million) respectively or 4.5 percent (December 31, 2015 - 5.1 percent) of the net assets attributable to holders of Capital Units, excluding the Preferred Security liability, all other factors remaining constant. In practice, actual trading results may differ and the difference could be material.

Concentration Risk

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

	June 30, 2016	Dec. 31, 2015
Financials	100.0%	100.0%

Fair Value Measurement

The following table illustrates the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2016 and December 31, 2015.

As at June 30, 2016	Level 1	Level 2	Level 3	Total
Canadian Common Shares	$ 16,221,433	$ –	$ –	$ 16,221,433
Options	–	(15,026)	–	(15,026)
	$ 16,221,433	$ (15,026)	$ –	$ 16,206,407

As at December 31, 2015	Level 1	Level 2	Level 3	Total
Canadian Common Shares	$ 21,375,455	$ –	$ –	$ 21,375,455
Options	–	(11,457)	–	(11,457)
	$ 21,375,455	$ (11,457)	$ –	$ 21,363.998

There were no transfers between Level 1 and Level 2 and the Fund did not hold any financial instruments within Level 3 of the fair value hierarchy during the six months ended June 30, 2016 and during the year ended December 31, 2015.

3. Financial Instruments by Category

The following tables present the carrying amounts of the Fund's financial instruments by category as at June 30, 2016 and December 31, 2015.

As at June 30, 2016	Financial Instruments at FVTPL Designated at Inception	Financial Instruments at FVTPL Held for Trading	Financial Instruments at Amortized Cost	Total
Assets				
Non-derivative financial assets	$ 16,221,433	$ –	$ –	$ 16,221,433
Dividends receivable	–	–	69,860	69,860
Cash	–	–	1,894,849	1,894,849
	$ 16,221,433	$ –	$ 1,964,709	$ 18,186,142
Liabilities				
Accrued liabilities	$ –	$ –	$ 39,841	$ 39,841
Accrued management fees	–	–	16,358	16,358
Derivative liabilities	–	15,026	–	15,026
Preferred securities	–	–	14,941,588	14,941,588
	$ –	$ 15,026	$ 14,997,787	$ 15,012,813

Notes to Condensed Financial Statements

June 30, 2016 (Unaudited)

	As at December 31, 2015 Financial Instruments at FVTPL Designated at Inception	Held for Trading	Financial Instruments at Amortized Cost	Total
Assets				
Non-derivative financial assets	$ 21,375,455	$ –	$ –	$ 21,375,455
Dividends receivable	–	–	58,561	58,561
Cash	–	–	470,781	470,781
	$ 21,375,455	$ –	$ 529,342	$ 21,904,797
Liabilities				
Redemptions payable	$ –	$ –	$ 697,104	$ 697,104
Accrued liabilities	–	–	49,043	49,043
Accrued management fees	–	–	20,414	20,414
Derivative liabilities	–	11,457	–	11,457
Preferred securities	–	–	16,660,263	16,660,263
	$ –	$ 11,457	$ 17,426,824	$ 17,438,281

The following table presents the net loss on financial instruments at FVTPL by category for the six months ended June 30, 2016 and 2015.

	June 30, 2016	June 30, 2015
Net Realized Gain/(Loss) on Financial Instruments at FVTPL		
Designated at Inception	$ (529,478)	$ 535,544
Held for Trading	199,297	159,448
	(330,181)	694,992
Net Change in Unrealized Gain/Loss on Financial Instruments at FVTPL		
Designated at Inception	(87,293)	(1,500,836)
Held for Trading	15,075	1,835
	(72,218)	(1,499,001)
Net Loss on Financial Instruments at FVTPL	$ (402,399)	$ (804,009)

4. Capital Units and Preferred Securities

For the six months ended June 30, 2015, cash distributions paid to Capital Unit Holders were $131,700 (June 30, 2015 - $241,628) representing a payment of $0.11 (June 30, 2015 - $0.18) per Capital Unit and interest payments paid to Preferred Securities were $493,773 (June 30, 2015 - $537,805) representing $0.39 (June 30, 2015 - $0.39) per Preferred Security.

During the six months ended June 30, 2016, 137,494 (June 30, 2015 - nil) each of Capital Units and Preferred Securities were redeemed with a total retraction value of $2,131,789 (June 30, 2015 - nil).

During the six months ended June 30, 2016 and year ended December 31, 2015, securityholder transactions are as follows:

	June 30, 2016	Dec. 31, 2015
Capital Units outstanding, beginning of year	1,332,821	1,376,799
Capital Units redeemed	(137,494)	(43,978)
Capital Units outstanding, end of period	1,195,327	1,332,821
Preferred Securities outstanding, beginning of year	1,332,821	1,376,799
Preferred Securities redeemed	(137,494)	(43,978)
Preferred Securities outstanding, end of period	1,195,327	1,332,821

5. Related Party Transactions

(a) Management Fees

Total management fees for the six months ended June 30, 2016 were $107,115 (June 30, 2015 - $127,761).

(b) Advisory Board Fees

Total advisory board fees paid to the external members of the Board of Advisors for the six months ended June 30, 2016 were $10,200 (June 30, 2015 - $9,600).

(c) Independent Review Committee Fees

Total remuneration paid to the external members of the Independent Review Committee for the six months ended June 30, 2016 were $3,410 (June 30, 2015 - $3,509).

6. Brokerage Commissions and Soft Dollars

The ascertainable soft dollar value received as a percentage of total transaction fees paid during the six months ended June 30, 2016 and 2015 is disclosed below:

	June 30, 2016	June 30, 2015
Soft Dollars	$ 9,062	$ 6,755
Percentage of Total Transaction Fees	50.3%	62.6%

7. Increase/(Decrease) in Net Assets Attributable to Holders of Capital Units per Capital Unit

The Decrease in Net Assets Attributable to Holders of Capital Units per Capital Unit for the six months ended June 30, 2016 and 2015 is calculated as follows:

	June 30, 2016	June 30, 2015
Decrease in Net Assets Attributable to Holders of Capital Units	$ (748,372)	$ (1,183,196)
Weighted Average Number of Capital Units Outstanding during the Period	1,273,895	1,376,799
Decrease in Net Assets Attributable to Holders of Capital Units per Capital Unit	$ (0.5875)	$ (0.8594)

Investment Funds Managed by Strathbridge Asset Management Inc.

UNIT TRUSTS

Canadian Utilities & Telecom Income Fund (UTE.UN)
Core Canadian Dividend Trust (CDD.UN)
Low Volatility U.S. Equity Income Fund (LVU.UN)
NDX Growth & Income Fund (NGI.UN)
U.S. Financials Income Fund (USF.UN)
Top 10 Canadian Financial Trust (TCT.UN)

SPLIT SHARES

Premium Income Corporation (PIC.PR.A/PIC.A)
S Split Corp. (SBN.PR.A/SBN)
Top 10 Split Trust (TXT.PR.A/TXT.UN)
World Financial Split Corp. (WFS.PR.A/WFS)

MUTUAL FUND

U.S. Tactical Allocation Fund

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