

Financial Statements (unaudited)

INTEGRA Newton Global Bond Fund

June 30, 2008

Integra Newton Global Bond Fund

STATEMENT OF NET ASSETS (unaudited)

	June 30, 2008	December 31, 2007
ASSETS		
Investments	\$ 91,506,767	\$ 96,096,417
Cash	442,227	6,436,257
Accrued investment income	1,398,092	1,625,186
Total assets	93,347,086	104,157,860
LIABILITIES		
Accrued expenses	105,583	119,976
Redemptions payable	941	-
Net unrealized loss on foreign forward contracts (note 4)	1,298,487	3,030,840
Total liabilities	1,405,011	3,150,816
NET ASSETS REPRESENTING UNITHOLDERS' EQUITY	\$ 91,942,075	\$ 101,007,044
UNITS OUTSTANDING (note 3)	10,570,371	11,411,869
NET ASSET PER UNIT	\$ 8.70	\$ 8.85

(See accompanying notes)

On behalf of the Manager,
INTEGRA Capital Management Corporation:

Integra Newton Global Bond Fund

STATEMENT OF OPERATIONS (unaudited)

Six months ended June 30

	2008	2007
INCOME		
Interest	\$ 2,121,268	\$ 1,754,013
Securities lending revenue	2,527	663
	2,123,795	1,754,676
EXPENSES		
Custodial fees	52,286	57,037
Operating	12,990	17,810
Audit fees	11,619	10,291
Legal fees	-	936
Filing fees	-	2,104
Security holder reporting costs	930	1,871
Goods and Services Tax	3,891	5,403
	81,716	95,452
NET INVESTMENT INCOME	2,042,079	1,659,224
REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS		
Net realized loss on sale of investments	(517,387)	(702,740)
Net realized loss on foreign exchange forward contracts	(687,173)	(5,316,130)
Net realized and unrealized loss on foreign exchange	(7,073,027)	(71,739)
Change in unrealized appreciation (depreciation) of investments	4,925,356	(7,254,485)
Change in unrealized appreciation on foreign currency forward contracts (note 4)	1,732,353	11,705,025
NET LOSS ON INVESTMENTS	(1,619,878)	(1,640,069)
INCREASE IN NET ASSETS FROM OPERATIONS	\$ 422,201	\$ 19,155
Increase in net assets from operations per unit (Based on the average number of units outstanding during the period)	\$ 0.04	\$ -

(See accompanying notes)

Integra Newton Global Bond Fund

STATEMENT OF CHANGES IN NET ASSETS (unaudited)

Six months ended June 30

	2008	2007
NET ASSET VALUE, BEGINNING OF PERIOD	\$ 101,066,898	\$ 97,715,493
Adjustment for new accounting standards (note 2)	(59,854)	(187)
NET ASSETS, BEGINNING OF PERIOD	101,007,044	97,715,306
Increase in net assets from operations	422,201	19,155
DISTRIBUTIONS TO UNITHOLDERS		
Distribution from net investment income	(1,991,210)	-
	(1,991,210)	-
CAPITAL UNIT TRANSACTIONS (note 3)		
Proceeds from issuance of units	179,506	9,449,698
Reinvested distributions	1,991,210	-
Payments on redemption	(9,666,676)	(13,493,811)
	(7,495,960)	(4,044,113)
Decrease in net assets for the period	(9,064,969)	(4,024,958)
NET ASSETS, END OF PERIOD	\$ 91,942,075	\$ 93,690,348

(See accompanying notes)

Integra Newton Global Bond Fund

STATEMENT OF INVESTMENTS (unaudited)

As at June 30, 2008

	Par Value \$	Average Cost \$	Fair Value \$
BONDS — 99.12%			
Australia — 2.82%			
Queensland Treasury Corp., Series '09G', 6.000%, 2009/07/14	2,700,000	2,456,473.00	2,590,128
		2,456,473.00	2,590,128
Austria — 3.04%			
Pfandbriefstelle der Oesterreichischen Landes-Hypothekenbanken, 1.600%, 2011/02/14	290,000,000	2,936,875.00	2,798,285
		2,936,875.00	2,798,285
Canada — 3.86%			
Government of Canada, 1.900%, 2009/03/23	290,000,000	2,963,012.00	2,799,672
Government of Canada, 4.000%, 2010/09/01	740,000	738,422.00	750,979
		3,701,434.00	3,550,651
France — 5.36%			
Dexia Municipal Agency, 0.800%, 2012/05/21	300,000,000	2,769,350.00	2,803,185
Government of France, 3.000%, 2008/07/12	1,330,000	1,905,948.00	2,124,695
		4,675,298.00	4,927,880
Germany — 24.61%			
Federal Republic of Germany, Series '146', 3.250%, 2010/04/09	1,000,000	1,397,960.00	1,561,613
Federal Republic of Germany, Series '02', 5.000%, 2012/01/04	600,000	873,201.00	968,800
Federal Republic of Germany, Series '05', 3.500%, 2016/01/04	1,350,000	1,827,116.00	2,017,696
Federal Republic of Germany, Series '07', 4.250%, 2017/07/04	2,950,000	4,553,245.00	4,620,340
Federal Republic of Germany, Series '03', 4.750%, 2034/07/04	2,300,000	3,467,541.00	3,582,483
Federal Republic of Germany, Series '05', 4.000%, 2037/01/04	5,100,000	6,740,099.00	7,068,218
Kreditanstalt Fur Wiederaufbau, 1.350%, 2014/01/20	300,000,000	2,505,998.00	2,810,448
		21,365,160.00	22,629,598
Italy — 2.95%			
Republic of Italy, 1.800%, 2010/02/23	280,000,000	2,970,587.00	2,716,451
		2,970,587.00	2,716,451
Norway — 4.51%			
Government of Norway, 6.000%, 2011/05/16	20,540,000	3,969,616.00	4,141,628
		3,969,616	4,141,628
Poland — 3.66%			
Republic of Poland, Series 'DS0509', 6.000%, 2009/05/24	7,100,000	2,934,460	3,361,023
		2,934,460	3,361,023
Russia — 2.50%			
Russian Government International Bond, Series 'REGS', 8.250%, 2010/03/31	2,169,039	2,623,197	2,296,874
		2,623,197	2,296,874
Sweden — 2.16%			
Government of Sweden, Series '1045', 5.250%, 2011/03/15	11,650,000	1,889,058	1,989,059
		1,889,058	1,989,059
United Kingdom — 14.87%			
United Kingdom Treasury Bond, 4.000%, 2009/03/07	875,000	1,928,738	1,753,821
United Kingdom Treasury Bond, 4.750%, 2010/06/07	1,460,000	3,048,200	2,921,954
United Kingdom Treasury Bond, 5.000%, 2012/03/07	2,250,000	4,689,631	4,514,369
United Kingdom Treasury Bond, 4.000%, 2016/09/07	880,000	1,739,516	1,644,957
United Kingdom Treasury Bond, 4.250%, 2032/06/07	1,550,000	3,073,651	2,839,500
		14,479,736	13,674,601
United States — 28.78%			
United States Treasury Bond, 2.750%, 2013/02/28	1,900,000	1,875,253	1,882,095
United States Treasury Bond, 3.500%, 2018/02/15	2,310,000	2,283,706	2,255,631
United States Treasury Bond, 3.875%, 2029/04/15	1,528,605	1,998,051	2,628,266
United States Treasury Bond, 4.750%, 2037/02/15	7,600,000	8,205,050	7,968,115
United States Treasury Bond, 5.000%, 2037/05/15	4,765,000	5,377,227	5,199,758
United States Treasury Bond, 4.380%, 2038/02/15	3,050,000	3,062,994	3,016,399
KFW International Finance Inc., 1.750%, 2010/03/23	360,000,000	3,549,973	3,506,051
		26,352,254	26,456,315
TOTAL BONDS — 99.12%		90,354,148	91,132,493

Integra Newton Global Bond Fund

STATEMENT OF INVESTMENTS (unaudited)

As at June 30, 2008

	Par Value \$	Average Cost \$	Fair Value \$
SHORT-TERM NOTES — 0.41%			
CIBC Mellon Trust Demand Deposit, Variable Rate	374,102	374,102	374,275
TOTAL SHORT-TERM NOTES — 0.41%		374,102	374,275
TOTAL INVESTMENT PORTFOLIO — 99.53%		90,728,250	91,506,768
OTHER ASSETS, NET OF LIABILITIES — 0.47%			435,307
NET ASSETS — 100.00%			91,942,075

Integra Newton Global Bond Fund

NOTES TO STATEMENT OF INVESTMENTS (unaudited)

Financial Instruments Risk

Investment activities of the Fund exposes it to some financial risks. The Fund's overall risk management program seeks to minimize the potentially adverse effect of risk on the Funds' financial performance in a manner consistent with the Fund's investment objectives and longer term investment time horizon.

Credit Risk

Credit risk on financial instruments is the risk of a loss occurring as a result of the default of a counterparty on its obligation to a Fund. Credit risk is managed by dealing with counterparties that are believed to be creditworthy and by regular monitoring of credit exposures. Additionally, credit risk is reduced by diversification of issuer, industry and geography.

The table below summarizes the Fund's exposure to the credit ratings of debt securities as at June 30, 2008.

Debt Securities by credit rating	2008
AAA	90.81%
AA	2.98%
A	3.69%
BBB	2.52%
Total	100.00%

See note 4 to the Financial Statements for counterparty exposures from foreign currency contracts.

Interest Rate Risk

Changes in market interest rates expose income securities, such as bonds, to interest rate risk. Funds that hold income investments are exposed to this risk since changes in prevailing market interest rates will affect the value of income securities.

The table below summarizes the Fund's exposure to interest rate risks. It includes the Fund's assets and trading liabilities at fair values, categorized by the earlier of contractual re-pricing or maturity dates.

	Less than 1 year	1-3 years	3-5 years	> 5 years	Total
Bonds	10,039,211	25,273,022	10,168,449	45,651,810	91,132,492

As at June 30, 2008, had the prevailing interest rates raised or lowered by 1.00%, with all other variables held constant, net assets would have decreased or increased, respectively, by approximately \$6,957,562.

Liquidity Risk

Unitholders may redeem their units on each valuation date. Therefore, the Fund is invested in securities that are traded in active markets and can be readily disposed. The Fund retains sufficient cash and cash equivalent positions to maintain liquidity.

Integra Newton Global Bond Fund

NOTES TO FINANCIAL STATEMENTS

June 30, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Integra Newton Global Bond Fund (the "Fund") was created under the laws of the Province of Ontario by a Declaration of Trust. The Fund was established on September 23, 2005 and commenced operations on this date.

The Fund is not a reporting issuer and is exempt from the filing requirements of Sections 2.1 and 2.3 for the period ended June 30, 2008. The Fund has prepared its financial statements according to National Instrument 81-106 ("NI 81-106") and has advised the Ontario Securities Commission that it is relying on the exemption not to file its financial statements according to Sections 2.1 and 2.3.

The financial statements of the Fund have been prepared within the framework of the significant accounting policies summarized below, in accordance with Canadian generally accepted accounting principles ("GAAP"):

- [a] Investments are recorded in the accounts at their fair value in Canadian dollars with the difference between this amount and the average cost being shown as unrealized appreciation (depreciation) of investments, net of unrealized gains (losses) resulting from foreign currency translations.
- [b] The fair values of investments denominated in other than Canadian dollars are translated into Canadian dollars at the rates of exchange applicable on the valuation date.
- [c] Purchases and sales of foreign securities and income and expenses are translated into Canadian dollars at the exchange rates prevailing on the dates of the transactions.
- [d] The gain or loss on sale of investments, net of unrealized gains (losses) from foreign currency translations, is calculated with reference to the average cost of the related investments.
- [e] The Fund follows the accrual method of recording investment income and expenses. Security transactions are recorded on the trade date.
- [f] For each unit sold, the Fund receives an amount equal to the net asset value per unit at the date of sale, which amount is included in unitholders' equity. Units are redeemable at the option of unitholders at their net asset value on the redemption date. For each unit redeemed, unitholders' equity is reduced by the net asset value of the unit at the date of redemption.

Integra Newton Global Bond Fund

NOTES TO FINANCIAL STATEMENTS

June 30, 2008

2. NEW ACCOUNTING STANDARDS

NI 81-106, Section 14.2, issued by the Canadian Securities Administrators ("CSA") in 2005, requires the daily net asset value of an investment fund to be calculated in accordance with Canadian GAAP. The CSA has granted temporary relief to investment funds from complying with Section 3855, for the purpose of calculating and reporting of NAV (other than for financial reporting purposes) until September 30, 2008, to permit review of the suitability of these financial reporting requirements for purposes other than the financial statements, such as the purchase and redemption price of an investment fund. The CSA has completed this review and has proposed amendments to NI 81-106 that will permit funds to have two different net asset values: one for financial statements, which will be prepared in accordance with Canadian GAAP (referred to as "net assets"); and another for all other purposes including unit pricing (referred to as "net asset value"). These financial statements have been prepared on a basis consistent with the proposed amendments by including a reconciliation between net assets and net asset value (note 8).

On January 1, 2008, the Funds adopted the Canadian Institute of Chartered Accountants ("CICA") Section 3862, "Financial Instruments-Disclosures" of the CICA Handbook-Accounting ("Section 3862") and Section 3863, "Financial Instruments-Presentation" ("Section 3863"). These sections establish standards for comprehensive disclosure and presentation requirements for financial instruments. The standards include new requirements to quantify certain risk exposures and to provide sensitivity analysis

3. UNITHOLDERS' EQUITY

Unit transactions during the period were as follows:

	June 30, 2008		June 30, 2007	
	Number of units	Amount \$	Number of units	Amount \$
Subscriptions	20,172	179,506	968,363	9,449,698
Redemptions	1,090,592	9,666,676	1,403,722	13,493,811
Reinvestments	228,922	1,991,210	-	-

The number of issued and outstanding units at the period ended June 30, 2008 is 10,570,371 - [June 30, 2007 - 9,718,283].

4. FOREIGN EXCHANGE CONTRACTS

The Fund utilizes foreign exchange forward contract hedging in the management of currency risk associated with its investment in foreign securities. The objective is to protect the Fund from the possibility of capital losses on foreign currency denominated investments due to increases in the value of the Canadian dollar. However, credit and market risks associated with foreign exchange contracts potentially expose the Fund to losses.

In order to minimize the possibility of loss arising from credit risk, the Fund deals only with large financial institutions.

Integra Newton Global Bond Fund

NOTES TO FINANCIAL STATEMENTS

June 30, 2008

Market risks relate to the possibility that foreign exchange forward contracts change in value due to fluctuations in market prices. The foreign exchange forward contracts are marked-to-market daily and the resulting unrealized gains or losses are recognized in the Statement of Net Assets.

The result of employing foreign exchange forward contracts is that the foreign exchange gains and losses in the securities portfolio move substantially in opposite directions from the gains and losses in the hedging portfolio.

As at June 30, 2008, the Fund held the following foreign exchange forward contracts

Currency to Purchase	Amount \$	Market Value to Purchase \$	Currency to Deliver	Amount \$	Market Value to Deliver \$	Unrealized Gain (Loss) \$	Expiry Dates
GBP	1,645,000	3,311,537	CAD	3,244,756	3,244,756	66,781	Aug.2008
USD	3,730,000	3,786,500	CAD	3,773,585	3,773,585	12,915	Aug.2008
NOK	1,020,000	202,322	CAD	200,919	200,919	1,403	Aug.2008
SEK	650,000	109,411	CAD	108,678	108,678	733	Aug.2008
PLN	370,000	175,800	CAD	173,116	173,116	2,684	Aug.2008
EUR	3,900,000	6,222,961	CAD	6,111,466	6,111,466	111,495	Aug.2008
JPY	20,740,000	199,127	CAD	200,572	200,572	(1,445)	Aug.2008
CAD	2,582,598	2,582,598	AUD	2,750,000	2,662,087	(79,488)	Aug.2008
CAD	6,555,289	6,555,288	NOK	33,280,000	6,601,236	(45,949)	Aug.2008
CAD	18,022,635	18,022,635	JPY	24,200,000	17,721,721	300,914	Aug.2008
CAD	2,116,720	2,116,720	SEK	12,670,000	2,132,669	(15,949)	Aug.2008
CAD	28,107,241	28,107,241	USD	27,900,000	28,322,615	(215,374)	Aug.2008
CAD	23,650,955	23,650,955	EUR	15,270,000	24,365,287	(714,332)	Aug.2008
CAD	16,952,235	16,952,235	GBP	8,650,000	17,413,248	(461,013)	Aug.2008
CAD	3,403,170	3,403,170	PLN	7,490,000	3,558,758	(155,588)	Aug.2008
NOK	22,480,000	4,459,008	EUR	2,861,114	4,565,282	(106,274)	Aug.2008
Net unrealized loss on foreign exchange forward contracts						(1,298,487)	

5. FINANCIAL INSTRUMENTS

Interest rate risk

The Fund invests in short-term interest bearing securities. The income of the Fund may be affected by changes in interest rates relevant to particular securities or as a result of the Fund's sub-advisor being unable to secure similar returns on the expiry or sale of securities.

Credit risk

Credit risk on financial instruments is the risk of a financial loss occurring as a result of the default of a counterparty on its obligation to the Fund. Credit risk is managed by dealing with counterparties the Fund believes to be creditworthy and by regular monitoring of credit exposures. Additionally, credit risk is reduced by diversification of issuer, industry and geography.

Currency risk

The Fund invests in securities denominated in currencies other than its reporting currency, the Canadian dollar. Consequently, the Fund is exposed to risks that the exchange rate of the Canadian dollar relative to the other currencies may change in a manner which has an adverse effect on the reported value of that portion of the Fund's assets. The Fund will from time to time manage its currency risk through foreign currency hedging strategies.

Integra Newton Global Bond Fund

NOTES TO FINANCIAL STATEMENTS

June 30, 2008

6. INCOME TAXES

The Fund is a unit trust for pension funds and similar investors. The net investment income and net realized capital gains of the Fund are distributed by capitalization, without the issuance of additional units of the Fund, such that the Fund is not subject to any Part I tax liability.

7. SECURITY LENDING

The Fund lends portfolio securities from time to time in order to earn additional income. The Fund has entered into a securities lending program with its custodian, CIBC Mellon Global Securities Services. The aggregate market value of all securities cannot exceed 50% of the net assets of the Fund. The Fund receives collateral in the form of debt obligations of the Government of Canada and any other Sovereign States and Canadian provincial government, against the loaned securities and maintains collateral in an amount of at least 105% of the market value of the loaned securities during the period of the loan. At June 30, 2008, certain securities shown in the Statement of Net Assets with a market value of \$24,063,722 had been loaned as part of the security lending program [June 30, 2007 - \$4,882,526]. The Trustee held securities with a market value of \$25,404,071 as collateral for such loans [June 30, 2007 - \$5,197,585]. Under the terms of the program, the Fund may instruct that securities be returned within three days.

8. RECONCILIATION OF NET ASSETS TO NET ASSET VALUE

In accordance with the proposed amendments issued by the Canadian securities regulatory authorities, a reconciliation of net assets, calculated in accordance with Section 3855 for an investment fund, and net asset value, calculated in accordance with the Manager's fair value policies and procedures for unit pricing as at June 30, 2008, is as follows:

Fund	Net Asset Value	Adjustment for New Accounting Standards (note 2)	Net Assets
INTEGRA Newton Global Bond Fund	\$91,942,695	(\$620)	\$91,942,075