

Annual Management Report of Fund Performance

December 2022

This annual management report of fund performance contains financial highlights but does not contain the complete annual financial statements of the investment fund. You can request a copy of the annual financial statements, at no cost, by calling 514-350-5050 or toll free 1-888-377-7337 or by writing to us at 2 Complexe Desjardins, East Tower, 31st Floor, P. O. Box 1116, Montréal, Québec H5B 1C2, or by visiting our website at fdpgp.ca/en or SEDAR's website at www.sedar.com.

You may also contact us using one of these methods to request a copy of the Portfolio's proxy voting policies and procedures, proxy voting disclosure records and quarterly portfolio disclosure.

Performance Analysis

Investment Objective and Strategies

The Portfolio seeks to provide income and achieve medium- and long-term capital growth through investment diversification. The Portfolio invests primarily in equity securities, including income trust units of Canadian issuers that pay income or dividends. The Portfolio may also invest in securities of foreign issuers that pay income or dividends and in debt instruments of Canadian and foreign issuers. The Portfolio Manager seeks to add value, principally through the selection of stocks that pay dividends and offer the best investment opportunities. A bottom-up approach is used to select stocks offering the best potential, and a top-down approach to control risks in terms of positions in different sectors.

Risk

The Portfolio invests primarily in equities of Canadian issuers. Derivatives may also be used for hedging purposes or to establish market positions. The risks related to investments in the Portfolio remain as set out in the Simplified Prospectus. The risks associated with the Portfolio and its holdings are as follows: stock markets risk, sector risk, specific issuer risk, interest rate risk, credit risk, large transactions risk, foreign securities risk, currency risk, derivatives risk, securities lending risk, exchange-traded funds risk, underlying funds risk, multi-series risk, short selling risk and loss restrictions risk.

Operating Results

The FDP Canadian Dividend Equity Portfolio, Series A posted a net return of -3.3% for 2022, versus 23.9% for 2021. The FDP Canadian Dividend Equity Portfolio, Series I posted a net return of -2.2% for 2022.

Rate hikes and a potential recession had a negative effect on the Canadian market in the first six months of 2022. The Canadian stock market, as measured by the S&P/TSX Composite Index, posted a -0.1% return for 2022. Only four of the index's eleven component sectors posted positive returns for the period, including Energy (+28.8%) and Consumer Staples (+10.2%). Meanwhile, all the other component sectors of index closed the period in negative territory, chiefly Health Care (-26.4%), Real Estate (-22.4%) and Information Technology (-17.7%). Oil prices (WTI) soared from USD75.30 in late December 2021 to USD107.80 as at June 30, 2022, before dropping to USD80.30 by the end of the year.

The FDP Canadian Dividend Equity Portfolio's underweight and stock selection in Energy detracted the most from performance (-161 basis points). The overweight to Information Technology also detracted 40 basis points. Stock selection added to relative returns in Health Care (+95 basis points) and Banking (+33 basis points). Moreover, value-style securities substantially outperformed their growth-style counterparts during the period, with each posting a 7.4% and -8.2% return, respectively.

Equities' rise—an upward trend that started in 2020—was finally slowed by inflation, the labour shortage, rising interest rates and the fear of an economic slowdown.

Recent Developments

There are currently no events to report for 2023.

Description of the Benchmark Index

The S&P/TSX Composite Dividend Index is made up of S&P/TSX Composite stocks that yield positive dividends. Canadian stock market securities that do not pay shareholder dividends are therefore excluded from this index.

Related Party Transactions

The Manager of the FDP Canadian Dividend Equity Portfolio is Professionals' Financial – Mutual Funds Inc. The Manager is in charge of the portfolio's research, analyses, selections and transactions. The Investment Committee of Professionals' Financial – Mutual Funds Inc. supervises the execution of the mandates entrusted to the internal managers and to other external managers, as the case may be.

Monthly management fees, calculated daily at an annual percentage of the Portfolio's net assets after deducting the value of interfund investments, are paid to the Manager.

Financial Highlights

The following tables illustrate key financial data concerning the Portfolio. Their purpose is to help you understand its financial results for the past five years.

This information comes from the December 31, 2022 audited annual financial statements of the Portfolio. You can obtain the financial statements on the website at fdpgp.ca/en.

Portfolio's Distributions and Net Assets per Unit (in dollars)

Series A (created in 2008)	Years ended December 31				
	2022	2021	2020	2019	2018
Net assets, beginning of year	11.217	9.381	9.803	8.624	9.426
Increase (decrease) from operations:					
Total revenue	0.284	0.395	0.251	0.294	0.242
Total expenses	(0.155)	(0.149)	(0.127)	(0.135)	(0.130)
Realized gains (losses)	0.492	1.083	0.205	0.372	0.147
Unrealized gains (losses)	(0.945)	0.912	(0.233)	1.122	(0.842)
Total increase (decrease) from operations ⁽¹⁾	(0.324)	2.241	0.096	1.653	(0.583)
Distributions:					
from income	—	—	0.004	0.002	0.005
from dividends	0.152	0.118	0.165	0.149	0.149
from capital gains	0.106	0.271	0.390	0.312	0.083
from capital returns	—	—	—	—	—
Total distributions ⁽²⁾	0.258	0.389	0.559	0.463	0.237
Net assets at the end of the year	10.593	11.217	9.381	9.803	8.624

FDP Canadian Dividend Equity Portfolio, Series A and I (continued)

	Years ended December 31				
Series I (created in 2014)	2022	2021	2020	2019	2018
Net assets, beginning of year	12.301	10.266	10.745	9.419	10.302
Increase (decrease) from operations:					
Total revenue	0.309	0.435	0.275	0.323	0.263
Total expenses	(0.040)	(0.035)	(0.024)	(0.025)	(0.025)
Realized gains (losses)	0.525	1.177	0.228	0.410	0.163
Unrealized gains (losses)	(1.206)	1.025	(0.281)	1.198	(0.894)
Total increase (decrease) from operations ⁽¹⁾	(0.412)	2.602	0.198	1.906	(0.493)
Distributions:					
from income	—	—	0.008	0.004	0.009
from dividends	0.309	0.263	0.296	0.283	0.283
from capital gains	0.146	0.264	0.441	0.305	0.091
from capital returns	—	—	—	—	—
Total distributions ⁽²⁾	0.455	0.527	0.745	0.592	0.383
Net assets at the end of the year	11.574	12.301	10.266	10.745	9.419

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

⁽²⁾ Distributions were reinvested in additional units of the Portfolio.

Ratios and Supplemental Data

	Years ended December 31				
Series A (created in 2008)	2022	2021	2020	2019	2018
Net asset value (in thousands of dollars) ⁽¹⁾	61,824	75,965	69,065	74,893	67,316
Number of units outstanding (thousands) ⁽¹⁾	5,836	6,772	7,362	7,640	7,806
Management expense ratio (%) ⁽²⁾	1.413	1.411	1.430	1.400	1.402
Management expense ratio before waivers and absorptions (%)	1.413	1.411	1.430	1.400	1.402
Portfolio turnover rate (%) ⁽³⁾	125.84	89.73	275.30	90.35	78.55
Trading expense ratio (%) ⁽⁴⁾	0.15	0.11	0.28	0.08	0.08
Net asset value per unit	10.593	11.217	9.381	9.803	8.624

	Years ended December 31				
Series I (created in 2014)	2022	2021	2020	2019	2018
Net asset value (in thousands of dollars)	112,516	176,840	186,140	244,500	204,570
Number of units outstanding (thousands)	9,722	14,376	18,132	22,754	21,718
Management expense ratio (%) ⁽²⁾	0.338	0.305	0.257	0.235	0.248
Management expense ratio before waivers and absorptions (%)	0.338	0.305	0.257	0.235	0.248
Portfolio turnover rate (%) ⁽³⁾	125.84	89.73	275.30	90.35	78.55
Trading expense ratio (%) ⁽⁴⁾	0.15	0.11	0.28	0.08	0.08
Net asset value per unit	11.574	12.301	10.266	10.745	9.419

⁽¹⁾ The information is derived from audited annual financial statements in accordance with International Financial Reporting Standards (IFRS). In compliance with these Standards, net assets per unit presented in the financial statements generally equal the net asset value calculated to establish unit prices.

⁽²⁾ Management expense ratio includes management fees and operating expenses. It excludes income tax withheld on dividend income and transaction costs, and is expressed as a percentage of the daily average annualized net asset value during the fiscal year.

⁽³⁾ The Portfolio's portfolio turnover rate indicates how actively the Portfolio's portfolio manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Portfolio buying and selling all of the securities in its portfolio once in the course of the year. The higher a Portfolio's portfolio turnover rate in a year, the greater the trading costs payable by the Portfolio 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 a Portfolio.

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

Management Fees

Series A and Series I units pay management fees to the Manager, Professionals' Financial – Mutual Funds Inc., for service rendered to the unitholders, and investment management and administration services. Series A units' annual management fees of 1.10% and 0.15% for Series I are calculated daily according to the net assets and paid monthly after deducting the value of interfund investments. For 2022, Series A units paid \$866,000 and \$284,000 for Series I to the Manager.

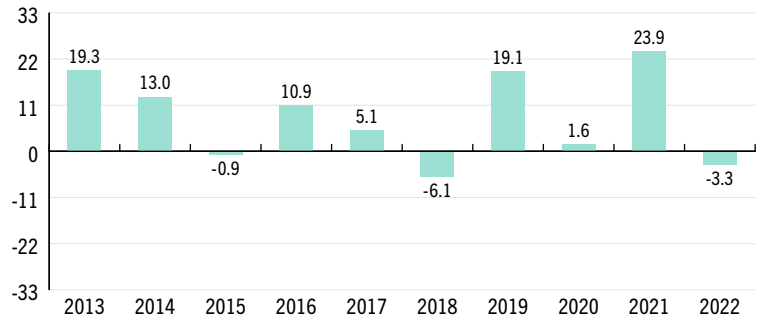
Past Performance

Information on performance presupposes that the Portfolio's distributions during the years presented have been totally reinvested in additional units of the same series. The returns do not include deductions for sales, transfer, redemption or other optional fees (because there are none) or income taxes payable, and would be lower if they included such items. The Portfolio's past performance is not necessarily indicative of future performance.

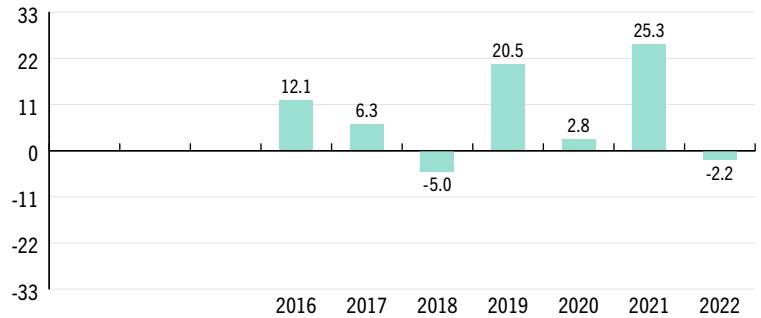
Annual Performance

The following bar graphs indicate the Portfolio's annual returns for each year. They show the year-to-year variation in the Portfolio's return. The graphs present, in percentage form, what would have been the upward or downward variation, on the last day of the year, of an investment made on the first day of that year.

% Series A (created in 2008)



% Series I (created in 2014)



FDP Canadian Dividend Equity Portfolio, Series A and I (continued)

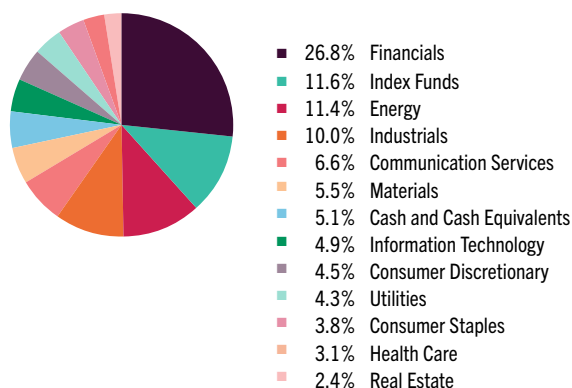
Annual Compound Returns

The following table indicates the Portfolio's annual composite returns and highlights Portfolio performance fluctuations from one fiscal year to the next, ending on December 31, for each year, as well as those of the Portfolio's benchmark index.

	1 yr %	3 yrs %	5 yrs %	10 yrs %	From its creation if <10 years %
FDP Canadian Dividend Equity Portfolio Series A	-3.28	6.78	6.38	7.81	–
FDP Canadian Dividend Equity Portfolio Series I	-2.24	7.98	7.59	–	7.59
S&P/TSX Composite Index	-0.09	8.88	7.51	8.49	8.23

Overview of Portfolio

Portfolio Mix



Top 25 Portfolio Holdings

	% of net asset value
iShares Core S&P/TSX Capped Composite Index ETF	8.7
Royal Bank of Canada	6.1
The Toronto-Dominion Bank	5.7
Cash and Cash Equivalents	5.1
Bank of Montreal	3.1
Canadian National Railway Company	3.0
Enbridge Inc.	3.0
Canadian Pacific Railway Limited	2.9
BMO Canadian Dividend ETF	2.8
TC Energy Corporation	2.7
Sun Life Financial Inc.	2.3
Suncor Energy Inc.	2.3
Rogers Communications Inc., Cl. B	2.0
Brookfield Corporation	2.0
Manulife Financial Corporation	1.9
Nutrien Ltd.	1.9
TELUS Corporation	1.8
Constellation Software Inc.	1.8
Bank of Nova Scotia	1.8
Canadian Natural Resources Limited	1.6
Restaurant Brands International Inc.	1.5
Brookfield Infrastructure Partners LP	1.2
Thomson Reuters Corporation	1.1
Intact Financial Corporation	1.1
Dollarama Inc.	1.1

This portfolio may change due to continual trading in the Portfolio. An update of this data is available every quarter on our website at fdpgp.ca/en.