

## 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, 31<sup>st</sup> Floor, P. O. Box 1116, Montréal, Québec H5B 1C2, or by visiting our website at [fdpgp.ca/en](http://fdpgp.ca/en) or SEDAR's website at [www.sedar.com](http://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 achieve long-term capital growth through investment diversification. The Portfolio invests primarily in equity securities of issuers worldwide, including Canada and emerging countries, and is not subject to any specific requirement compelling geographic diversification. The Portfolio Manager favours a global approach as opposed to an aggregate of independent regional strategies. A world-level sector approach is favoured over a traditional country-by-country approach. The bottom-up management process implies that analysis of selected securities is key to the creation of the portfolio. The Portfolio invests almost entirely in foreign shares in the United States. Europe and Asia, but it could also include securities of Canadian corporations and emerging countries. The Portfolio Manager targets well-capitalized corporations, with experienced directors at the helm, which demonstrate a mix of promising commercial potential and attractive growth in income and profit.

### Risk

The Portfolio invests primarily in equities of foreign 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 market risk, credit risk, sector risk, foreign securities risk, large transactions risk, specific issuer risk, currency risk, derivatives risk, securities lending risk, emerging markets risk, exchange-traded funds risk, interest rate risk, multi-series risk, short selling risk and loss restrictions risk.

### Operating Results

The FDP Global Equity Portfolio, Series A posted a net return of -9.5% for 2022, versus 16.8% for 2021. The FDP Global Equity Portfolio, Series I posted a net return of 8.5% for 2022.

The global stock market, as measured by the MSCI World Index, posted a net return of -12.2% in Canadian dollars for 2022. In turn, the Canadian dollar, like many other global currencies, weakened by 6.8% relative to the U.S. dollar, which bolstered returns for Canadian investors. Value-style securities, helped in part by the Energy sector performance, substantially outperformed their growth-style counterparts, with each posting a -0.3% and -24.1% return, respectively.

The U.S. stock market, as measured by the S&P 500 Index, posted a net return of -12.2% in Canadian dollars for 2022. Moreover, value-style securities substantially outperformed their growth-style counterparts during the period, with each posting a 1.7% and -24.3% return, respectively.

All eurozone markets (MSCI Europe Index) yielded negative returns of -8.9% and Asian markets returned -11.2% (MSCI AC Asia Pacific Index), while emerging markets (MSCI Emerging Markets Index (CAD)) fell by 14.3% in Canadian dollars.

The portfolio manager's shrewd stock selection added 402 basis points relative to the benchmark. The lack of holdings or underweight to certain Information Technology companies such as Apple, NVIDIA and Shopify added 196 basis points within the sector. Stock selection within Consumer Discretionary also generated 176 basis points relative to the benchmark, chiefly due to a lack of positions in Amazon.com and Tesla. Conversely, the underweight to Energy lowered relative returns by 128 bps. The portfolio manager reduced the allocation to more defensive securities

in light of their relative outperformance and invested instead in companies with higher growth outlook.

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 MSCI World Index is a broad global equity index that measures equity market performance across economically developed countries. It represents large- and mid-cap equity performance across 23 countries, covering approximately 85% of the free float-adjusted market capitalization in each country and does not offer exposure to emerging markets.

### Related Party Transactions

The Manager of the FDP Global 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](http://fdpgp.ca/en).

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

Series A (created in 2005)	Years ended December 31				
	2022	2021	2020	2019	2018
Net assets, beginning of year	26.240	22.994	21.339	17.791	18.220
Increase (decrease) from operations:					
Total revenue	0.418	0.381	0.342	0.394	0.355
Total expenses	(0.357)	(0.384)	(0.331)	(0.310)	(0.290)
Realized gains (losses)	0.839	1.483	1.191	0.772	0.789
Unrealized gains (losses)	(3.403)	2.375	1.256	3.313	(0.915)
Total increase (decrease) from operations <sup>(1)</sup>	(2.503)	3.855	2.458	4.169	(0.061)
Distributions:					
from income	0.024	0.012	0.022	0.076	0.060
from dividends	0.001	0.001	0.001	0.003	0.003
from capital gains	0.469	0.598	0.765	0.547	0.270
from capital returns	—	—	—	—	—
Total distributions <sup>(2)</sup>	0.494	0.611	0.788	0.626	0.333
Net assets at the end of the year	23.241	26.240	22.994	21.339	17.791

## FDP Global Equity Portfolio, Series A and I (continued)

Series I (created in 2014)	Years ended December 31				
	2022	2021	2020	2019	2018
<b>Net assets, beginning of year</b>	<b>21.412</b>	<b>18.647</b>	<b>17.088</b>	<b>13.881</b>	<b>14.133</b>
<b>Increase (decrease) from operations:</b>					
Total revenue	0.341	0.311	0.276	0.308	0.276
Total expenses	(0.066)	(0.065)	(0.054)	(0.054)	(0.050)
Realized gains (losses)	0.680	1.202	0.893	0.608	0.601
Unrealized gains (losses)	(2.612)	1.937	1.361	2.533	(0.791)
<b>Total increase (decrease) from operations <sup>(1)</sup></b>	<b>(1.657)</b>	<b>3.385</b>	<b>2.476</b>	<b>3.395</b>	<b>0.036</b>
<b>Distributions:</b>					
from income	0.233	0.186	0.175	0.227	0.203
from dividends	0.007	0.005	0.009	0.010	0.009
from capital gains	0.328	0.425	0.430	0.005	0.142
from capital returns	—	—	—	—	—
<b>Total distributions <sup>(2)</sup></b>	<b>0.568</b>	<b>0.616</b>	<b>0.614</b>	<b>0.242</b>	<b>0.354</b>
<b>Net assets at the end of the year</b>	<b>19.023</b>	<b>21.412</b>	<b>18.647</b>	<b>17.088</b>	<b>13.881</b>

<sup>(1)</sup> 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.

<sup>(2)</sup> Distributions were reinvested in additional units of the Portfolio.

### Ratios and Supplemental Data

Series A (created in 2005)	Years ended December 31				
	2022	2021	2020	2019	2018
<b>Net asset value (in thousands of dollars) <sup>(1)</sup></b>	<b>192,208</b>	<b>224,396</b>	<b>197,998</b>	<b>176,300</b>	<b>143,925</b>
<b>Number of units outstanding (thousands) <sup>(1)</sup></b>	<b>8,270</b>	<b>8,552</b>	<b>8,611</b>	<b>8,262</b>	<b>8,090</b>
<b>Management expense ratio (%) <sup>(2)</sup></b>	<b>1.548</b>	<b>1.570</b>	<b>1.600</b>	<b>1.617</b>	<b>1.595</b>
<b>Management expense ratio before waivers and absorptions (%)</b>	<b>1.548</b>	<b>1.570</b>	<b>1.600</b>	<b>1.617</b>	<b>1.595</b>
<b>Portfolio turnover rate (%) <sup>(3)</sup></b>	<b>26.67</b>	<b>34.17</b>	<b>59.72</b>	<b>24.07</b>	<b>39.31</b>
<b>Trading expense ratio (%) <sup>(4)</sup></b>	<b>0.02</b>	<b>0.04</b>	<b>0.09</b>	<b>0.04</b>	<b>0.05</b>
<b>Net asset value per unit</b>	<b>23.241</b>	<b>26.240</b>	<b>22.994</b>	<b>21.339</b>	<b>17.791</b>

Series I (created in 2014)	Years ended December 31				
	2022	2021	2020	2019	2018
<b>Net asset value (in thousands of dollars)</b>	<b>1,044,858</b>	<b>1,021,928</b>	<b>754,402</b>	<b>368,952</b>	<b>246,985</b>
<b>Number of units outstanding (thousands)</b>	<b>54,927</b>	<b>47,728</b>	<b>40,457</b>	<b>21,592</b>	<b>17,793</b>
<b>Management expense ratio (%) <sup>(2)</sup></b>	<b>0.368</b>	<b>0.351</b>	<b>0.362</b>	<b>0.412</b>	<b>0.397</b>
<b>Management expense ratio before waivers and absorptions (%)</b>	<b>0.368</b>	<b>0.351</b>	<b>0.362</b>	<b>0.412</b>	<b>0.397</b>
<b>Portfolio turnover rate (%) <sup>(3)</sup></b>	<b>26.67</b>	<b>34.17</b>	<b>59.72</b>	<b>24.07</b>	<b>39.31</b>
<b>Trading expense ratio (%) <sup>(4)</sup></b>	<b>0.02</b>	<b>0.04</b>	<b>0.09</b>	<b>0.04</b>	<b>0.05</b>
<b>Net asset value per unit</b>	<b>19.023</b>	<b>21.412</b>	<b>18.647</b>	<b>17.088</b>	<b>13.881</b>

<sup>(1)</sup> 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.

<sup>(2)</sup> 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.

<sup>(3)</sup> 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.

<sup>(4)</sup> 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 1.25% and 0.20% 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 \$2,862,000 and \$2,205,000 for Series I to the Manager.

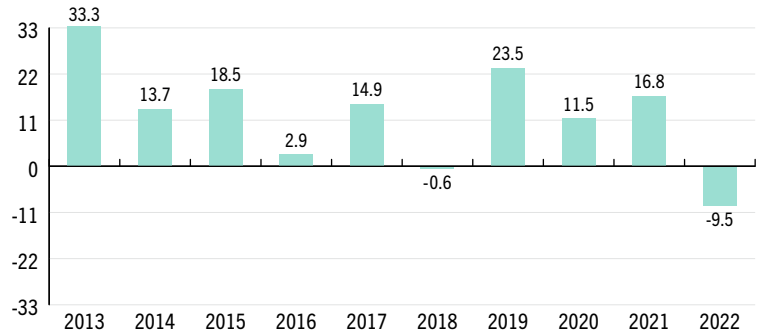
### Past Performance

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.

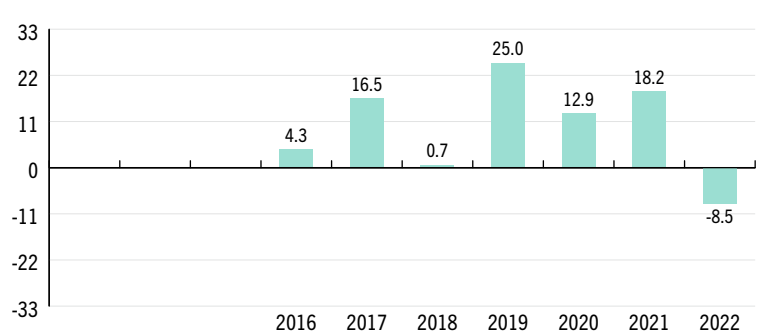
### Annual Performance

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 2005)



% Series I (created in 2014)



## FDP Global Equity Portfolio, Series A and I (continued)

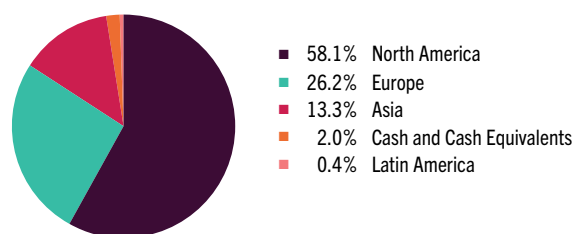
### Annual Compound Returns

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 Global Equity Portfolio, Series A	-9.54	5.60	7.67	11.88	–
FDP Global Equity Portfolio, Series I	-8.47	6.89	8.98	–	10.83
MSCI World	-12.19	6.49	7.81	12.27	9.54

### Overview of Portfolio

#### Portfolio Mix



#### Top 25 Portfolio Holdings

	% of net asset value
SPDR S&P 500 ETF Trust	12.1
iShares Core MSCI EAFE ETF	5.7
Microsoft Corporation	2.4
Alphabet Inc., Cl. A	2.3
Cash and Cash Equivalents	2.0
Aon PLC, Cl. A	1.7
Canadian Pacific Railway Limited	1.5
The Charles Schwab Corporation	1.4
Accenture PLC, Cl. A	1.3
Boston Scientific Corporation	1.3
Roche Holding AG, Non-Voting	1.3
Visa Inc., Cl. A	1.2
Becton, Dickinson and Company	1.1
Nestlé SA, Registered Shares	1.0
Icon Public Limited Company	1.0
Johnson & Johnson	1.0
Schneider Electric SE	0.9
Diageo PLC	0.9
Tencent Holdings Limited	0.9
Aptiv PLC	0.9
JPMorgan Chase & Co.	0.9
UBS Group AG Registered Shares	0.9
Reckitt Benckiser Group PLC	0.9
CGI Inc.	0.9
Fiserv, Inc.	0.9

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](http://fdpgp.ca/en).