

# 2021 Annual Report

DFS GUARANTEED INVESTMENT FUNDS

Financial Information as of **December 31, 2021**

DFS Guaranteed Investment Funds are established by **Desjardins Financial Security Life Assurance Company**.

Desjardins Insurance refers to Desjardins Financial Security Life Assurance Company.





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#### WHAT'S A DFS GIF?

DFS stands for Desjardins Financial Security Life Assurance Company.

GIF stands for Guaranteed Investment Fund.

A Guaranteed Investment Fund (GIF) is a segregated fund created and issued exclusively by life insurance companies. It is offered through individual variable insurance contracts which provide maturity and death benefit guarantees.

#### IS THIS DOCUMENT AVAILABLE ONLINE?

Yes, at [desjardinslifeinsurance.com/GIFreports](https://desjardinslifeinsurance.com/GIFreports).

#### IS IT POSSIBLE TO RECEIVE PAPER COPIES OF THIS FINANCIAL REPORT?

Yes. Please send a letter to:

Desjardins Financial Security  
GIF Administration  
1150 rue de Claire-Fontaine  
Québec, Québec, G1R 5G4

Or send an email to: [gifclientservice@dfs.ca](mailto:gifclientservice@dfs.ca)

Please include your name, mailing address, telephone number, email address and client number in your request, and indicate whether your request applies to the annual financial report and/or the semi-annual financial report.



# Investment Solutions

DFS GUARANTEED INVESTMENT FUNDS

# DFS GIF – CONSERVATIVE\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments".

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5.

## TOP MAJOR HOLDINGS AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
DGIA Canadian Bond Fund	50.9%
Desjardins Global Managed Bond Fund	15.7%
Desjardins Enhanced Bond Fund	12.7%
BlackRock CDN US Equity Index Fund	8.8%
Desjardins Global Dividend Fund	3.0%
Beutel Goodman Fundamental Canadian Equity Fund	2.9%
Desjardins Canadian Equity Fund	2.9%
Desjardins Overseas Equity Fund	1.8%
Desjardins Overseas Equity Growth Fund	1.6%
Cash and Cash Equivalents	(0.3%)

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	9,932	(0.7%)	9,951	(0.5%)	10,016	0.2%	10,000	0.0%
3 Years	11,445	4.6%	11,501	4.8%	11,703	5.4%	11,623	5.1%
5 Years	11,507	2.8%	11,591	3.0%	11,930	3.6%	—	—
Since Inception	11,720	2.6%	12,260	2.6%	12,780	3.2%	11,600	4.1%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	58,859	81,431
Investments at fair value through profit or loss (FVTPL)	44,805,751	47,675,248
Premiums receivable	—	72,892
Receivable for securities sold	10,340	—
	<u>44,874,950</u>	<u>47,829,571</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	77,056	86,694
Withdrawals payable	103,455	35,447
Payable for securities purchased	1,459	60,739
	<u>181,970</u>	<u>182,880</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b><u>44,692,980</u></b>	<b><u>47,646,691</u></b>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>5.86</u>	5.90
Series 6	<u>6.13</u>	6.16
Series 7	<u>6.39</u>	6.38
Series 8	<u>5.80</u>	5.80

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	(115)	—
Distributions from underlying funds	1,746,281	1,474,326
Changes in fair value:		
Net realized gain (loss) on investments	485,108	592,430
Net unrealized gain (loss) on investments	(1,472,517)	1,891,098
	<u>758,757</u>	<u>3,957,854</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	916,770	865,388
Operating expenses	102,781	90,507
	<u>1,019,551</u>	<u>955,895</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b><u>(260,794)</u></b>	<b><u>3,001,959</u></b>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	(119,706)	833,065
- per unit	(0.05)	0.41
Average Number of Units	<u>2,556,205</u>	<u>2,032,456</u>
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	(105,882)	1,361,135
- per unit	(0.03)	0.44
Average Number of Units	<u>3,200,087</u>	<u>3,100,394</u>
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	(31,351)	160,462
- per unit	(0.13)	0.48
Average Number of Units	<u>250,339</u>	<u>337,809</u>
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	(3,855)	647,297
- per unit	—	0.43
Average Number of Units	<u>1,805,305</u>	<u>1,502,761</u>

The accompanying Notes are an integral part of these financial statements.

## DFS GIF – CONSERVATIVE (continued)

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>47,646,691</b>	33,080,250
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>(260,794)</b>	3,001,959
Premiums		
Series 5	2,572,295	10,144,009
Series 6	5,169,816	6,900,593
Series 7	98,211	776,117
Series 8	3,151,982	5,361,229
	<b>10,992,304</b>	23,181,948
Withdrawals		
Series 5	(3,576,331)	(3,275,511)
Series 6	(5,630,675)	(6,082,080)
Series 7	(1,204,399)	(268,762)
Series 8	(3,273,816)	(1,991,113)
	<b>(13,685,221)</b>	(11,617,466)
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>44,692,980</b>	47,646,691

### STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>(260,794)</b>	3,001,959
Adjustments for:		
Net realized (gain) loss	<b>(485,108)</b>	(592,430)
Net unrealized (gain) loss	<b>1,472,517</b>	(1,891,098)
Non-cash distribution from investments	<b>(1,746,281)</b>	(1,474,326)
Proceeds from sale/maturity of investments	<b>17,893,922</b>	7,838,561
Investments purchased	<b>(14,265,553)</b>	(18,485,845)
Receivable for securities sold	<b>(10,340)</b>	1,805
Accrued expenses	<b>(9,638)</b>	21,822
Payable for securities purchased	<b>(59,280)</b>	(26,945)
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>2,529,445</b>	(11,606,497)
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	<b>11,065,196</b>	23,109,495
Amounts paid on withdrawals	<b>(13,617,213)</b>	(11,599,592)
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>(2,552,017)</b>	11,509,903
Increase (decrease) in cash/ bank overdraft	<b>(22,572)</b>	(96,594)
Cash (bank overdraft), beginning of period	<b>81,431</b>	178,025
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>58,859</b>	81,431
<b>SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Interest paid	<b>115</b>	—

The accompanying Notes are an integral part of these financial statements.



## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.3
Beutel Goodman Fundamental Canadian Equity Fund, Class I	88,921	962,288	1,290,793		
BlackRock CDN US Equity Index Fund, Class D	93,195	2,891,448	3,948,905		
Desjardins Canadian Equity Fund, I-Class	121,342	1,219,678	1,289,747		
Desjardins Enhanced Bond Fund, I-Class	511,016	5,724,380	5,678,405		
Desjardins Global Dividend Fund, I-Class	62,405	1,371,913	1,333,906		
Desjardins Global Managed Bond Fund, I-Class	715,236	7,155,101	7,019,331		
Desjardins Overseas Equity Fund, I-Class	31,462	555,441	792,394		
Desjardins Overseas Equity Growth Fund, I-Class	17,991	522,273	720,395		
DGIA Canadian Bond Fund	2,199,840	23,084,042	22,731,875		
<b>Total Investments</b>		<b>43,486,564</b>	<b>44,805,751</b>		
<b>Other Net Assets</b>			(112,771)		(0.3)
<b>Net Assets</b>			<b>44,692,980</b>		100

The accompanying Notes are an integral part of these financial statements.

## TOP FIVE HOLDINGS OF THE UNDERLYING FUNDS – unaudited

Security Name	Percentage
<b>DGIA CANADIAN BOND FUND 50.9%</b>	
Government of Canada, 0.250%, March 1, 2026	5.5%
Government of Canada, 0.250%, August 1, 2023	5.1%
Canada Housing Trust, 2.900%, June 15, 2024	3.7%
Canada Housing Trust, 1.800%, December 15, 2024	2.6%
Government of Canada, 0.750%, February 1, 2024	2.4%
<b>DESJARDINS GLOBAL MANAGED BOND FUND 15.7%</b>	
Desjardins Global Government Bond Index Fund	44.9%
Desjardins Global Total Return Bond Fund	22.3%
Desjardins Emerging Markets Bond Fund	15.8%
Desjardins Global Corporate Bond Fund	12.1%
Desjardins Global High Yield Bond Fund	3.5%
<b>DESJARDINS ENHANCED BOND FUND 12.7%</b>	
Province of Ontario, 2.050%, June 2, 2030	4.8%
Province of British Columbia, 1.550%, June 18, 2031	4.3%
Canada Housing Trust, 2.650%, December 15, 2028	3.3%
Government of Canada, 2.000%, December 1, 2051	3.1%
Province of Ontario, 1.900%, December 2, 2051	2.4%

## DFS GIF – CONSERVATIVE (continued)

### TOP FIVE HOLDINGS OF THE UNDERLYING FUNDS – unaudited (continued)

Security Name	Percentage
<b>BLACKROCK CDN US EQUITY INDEX FUND 8.8%</b>	
Apple	6.1%
Microsoft Corporation	5.8%
Amazon.com	3.9%
Facebook	2.2%
Alphabet	2.2%
<b>DESJARDINS GLOBAL DIVIDEND FUND 3.0%</b>	
Microsoft Corporation	4.1%
GlaxoSmithKline	3.8%
Centene	3.7%
Enel SPA	3.6%
AbbVie	3.5%
<b>BEUTEL GOODMAN FUNDAMENTAL CANADIAN EQUITY FUND 2.9%</b>	
Toronto-Dominion Bank	9.4%
Royal Bank of Canada	5.8%
Brookfield Asset Management	5.5%
Canadian National Railway Company	5.3%
Rogers Communications	4.9%
<b>DESJARDINS CANADIAN EQUITY FUND 2.9%</b>	
Royal Bank of Canada	7.7%
Toronto-Dominion Bank	7.4%
Shopify	6.2%
Scotiabank	4.7%
Canadian Pacific Railway	4.2%
<b>DESJARDINS OVERSEAS EQUITY FUND 1.8%</b>	
Taiwan Semiconductor Manufacturing Company	6.8%
Nestlé	6.1%
Novo Nordisk	5.1%
Keyence	4.8%
IHS Markit	4.8%
<b>DESJARDINS OVERSEAS EQUITY GROWTH FUND 1.6%</b>	
ASML Holding	7.8%
Adyen	5.3%
Kering	4.7%
MercadoLibre	4.0%
Moderna	4.0%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To generate a consistent flow of income with an emphasis on the preservation of capital by investing in a number of different fixed-income and equity underlying funds.

The principal risk factors of this Fund are interest rate, foreign currency, credit, sovereign, market, special equities and derivatives risk.

#### Strategy of the Fund

To invest in a wide array of underlying funds managed by using a multi-manager approach provided by acclaimed fund managers and sub-advisors.

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2.

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	18,125	26,681	—	44,806
<b>TOTAL</b>	<b>18,125</b>	<b>26,681</b>	<b>—</b>	<b>44,806</b>

  

December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	13,460	34,215	—	47,675
<b>TOTAL</b>	<b>13,460</b>	<b>34,215</b>	<b>—</b>	<b>47,675</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2.

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Funds Risk Management

Monthly, the investment strategy team compares the underlying funds' performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying funds' performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Funds' investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification.

Annually, this team reviews the practices and processes used by the underlying funds' managers through an exhaustive questionnaire and periodic meetings.

## DFS GIF – CONSERVATIVE (continued)

### NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

#### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying funds. Detailed disclosure about the currency risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7).

#### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying funds. Detailed disclosure about the interest rate risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7).

#### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying funds. Detailed disclosure about the concentration risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7).

#### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying funds. Detailed disclosure about the price risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7).

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund.

Benchmarks	Change in Price %	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021 \$	December 31, 2020 \$
FTSE Canada Universe Bond (64%)	1.00	285	372
Bloomberg Barclays Multiverse Hedged (16%)	1.00	71	N/A
S&P/TSX (0%)	3.00	N/A	84
MSCI Canada (6%)	3.00	80	N/A
MSCI World Net (14%)	3.00	187	195

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others.

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant.

#### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying funds. Detailed disclosure about the credit risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7).

#### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying funds. Detailed disclosure about the liquidity risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7).

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures".

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements.

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 5	<b>5.86</b>	5.90	5.48	5.12	5.22
Series 6	<b>6.13</b>	6.16	5.71	5.33	5.42
Series 7	<b>6.39</b>	6.38	5.89	5.46	5.53
Series 8*	<b>5.80</b>	5.80	5.37	4.99	—
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 5	<b>14,194</b>	15,318	7,616	4,795	4,088
Series 6	<b>19,114</b>	19,681	17,501	12,200	14,519
Series 7	<b>1,246</b>	2,384	1,716	1,750	2,338
Series 8*	<b>10,139</b>	10,264	6,247	3,416	—
<b>Number of units outstanding (000)</b>					
Series 5	<b>2,423</b>	2,596	1,389	937	783
Series 6	<b>3,118</b>	3,197	3,065	2,291	2,677
Series 7	<b>195</b>	374	292	321	423
Series 8*	<b>1,747</b>	1,768	1,164	685	—
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 5	<b>2.55</b>	2.60	2.61	2.61	2.59
Series 6	<b>2.25</b>	2.25	2.47	2.46	2.47
Series 7	<b>1.65</b>	1.68	1.87	1.90	1.91
Series 8*	<b>1.90</b>	1.88	2.11	2.14	—
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>34.12</b>	19.42	36.74	19.08	42.11

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

# DFS GIF – MODERATE\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments".

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5.

## TOP MAJOR HOLDINGS AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
DGIA Canadian Bond Fund	40.9%
BlackRock CDN US Equity Index Fund	15.4%
Desjardins Global Managed Bond Fund	12.6%
Desjardins Enhanced Bond Fund	10.2%
Desjardins Global Dividend Fund	5.2%
Beutel Goodman Fundamental Canadian Equity Fund	5.0%
Desjardins Canadian Equity Fund	5.0%
Desjardins Overseas Equity Fund	3.1%
Desjardins Overseas Equity Growth Fund	2.8%
Cash and Cash Equivalents	(0.2%)

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	10,242	2.4%	10,274	2.7%	10,323	3.2%	10,319	3.2%
3 Years	12,207	6.9%	12,277	7.1%	12,482	7.7%	12,404	7.4%
5 Years	12,385	4.4%	12,490	4.5%	12,843	5.1%	—	—
Since Inception	12,720	4.0%	13,480	3.9%	14,080	4.5%	12,280	5.7%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	7,566	—
Investments at fair value through profit or loss (FVTPL)	77,067,299	67,721,394
Premiums receivable	9,643	104,950
Receivable for securities sold	679	153,846
	<u>77,085,187</u>	<u>67,980,190</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	—	185,688
Accrued expenses	131,353	121,282
Withdrawals payable	48,365	39,347
Payable for securities purchased	1,506	85,558
	<u>181,224</u>	<u>431,875</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b><u>76,903,963</u></b>	<b><u>67,548,315</u></b>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>6.36</u>	6.21
Series 6	<u>6.74</u>	6.56
Series 7	<u>7.04</u>	6.82
Series 8	<u>6.14</u>	5.95

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	(323)	572
Distributions from underlying funds	3,189,440	2,089,136
Changes in fair value:		
Net realized gain (loss) on investments	1,182,956	1,598,540
Net unrealized gain (loss) on investments	(645,641)	3,475,146
	<u>3,726,432</u>	<u>7,163,394</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	1,413,768	1,349,012
Operating expenses	162,351	142,011
	<u>1,576,119</u>	<u>1,491,023</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b><u>2,150,313</u></b>	<b><u>5,672,371</u></b>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	<u>224,212</u>	538,740
- per unit	<u>0.17</u>	0.50
Average Number of Units	<u>1,358,369</u>	1,077,512
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	<u>1,044,766</u>	3,014,566
- per unit	<u>0.18</u>	0.55
Average Number of Units	<u>5,662,617</u>	5,489,774
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	<u>158,877</u>	645,249
- per unit	<u>0.19</u>	0.60
Average Number of Units	<u>822,502</u>	1,082,919
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	<u>722,458</u>	1,473,816
- per unit	<u>0.20</u>	0.51
Average Number of Units	<u>3,586,671</u>	2,907,638

The accompanying Notes are an integral part of these financial statements

## DFS GIF – MODERATE (continued)

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>67,548,315</b>	61,146,338
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>2,150,313</b>	5,672,371
Premiums		
Series 5	3,570,292	3,922,383
Series 6	11,310,443	7,692,692
Series 7	592,237	857,688
Series 8	10,871,382	3,541,155
	<b>26,344,354</b>	16,013,918
Withdrawals		
Series 5	(1,769,063)	(2,166,285)
Series 6	(10,726,720)	(6,863,317)
Series 7	(1,230,171)	(3,207,555)
Series 8	(5,413,065)	(3,047,155)
	<b>(19,139,019)</b>	(15,284,312)
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>76,903,963</b>	67,548,315

### STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>2,150,313</b>	5,672,371
Adjustments for:		
Net realized (gain) loss	<b>(1,182,956)</b>	(1,598,540)
Net unrealized (gain) loss	<b>645,641</b>	(3,475,146)
Non-cash distribution from investments	<b>(3,189,440)</b>	(2,089,136)
Proceeds from sale/maturity of investments	<b>20,202,592</b>	17,359,936
Investments purchased	<b>(25,821,742)</b>	(17,123,946)
Receivable for securities sold	<b>153,167</b>	(147,631)
Accrued expenses	<b>10,071</b>	3,759
Payable for securities purchased	<b>(84,052)</b>	85,558
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>(7,116,406)</b>	(1,312,775)
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	<b>26,439,661</b>	16,007,630
Amounts paid on withdrawals	<b>(19,130,001)</b>	(15,282,297)
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>7,309,660</b>	725,333
Increase (decrease) in cash/ bank overdraft	<b>193,254</b>	(587,442)
Cash (bank overdraft), beginning of period	<b>(185,688)</b>	401,754
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>7,566</b>	(185,688)
<b>SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Interest received	—	611
Interest paid	<b>364</b>	39

The accompanying Notes are an integral part of these financial statements



## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST	FAIR VALUE	
			\$	\$ %
<b>Investment Funds</b>				100.2
Beutel Goodman Fundamental Canadian Equity Fund, Class I	264,778	2,896,452	3,843,576	
BlackRock CDN US Equity Index Fund, Class D	279,602	8,325,100	11,847,443	
Desjardins Canadian Equity Fund, I-Class	361,021	3,672,638	3,837,297	
Desjardins Enhanced Bond Fund, I-Class	707,690	7,888,102	7,863,854	
Desjardins Global Dividend Fund, I-Class	185,815	4,087,984	3,971,804	
Desjardins Global Managed Bond Fund, I-Class	990,321	9,908,196	9,719,012	
Desjardins Overseas Equity Fund, I-Class	93,638	1,632,763	2,358,354	
Desjardins Overseas Equity Growth Fund, I-Class	53,540	1,527,482	2,143,902	
DGIA Canadian Bond Fund	3,046,625	31,670,389	31,482,057	
<b>Total Investments</b>		<b>71,609,106</b>	<b>77,067,299</b>	
<b>Other Net Assets</b>			(163,336)	(0.2)
<b>Net Assets</b>			<b>76,903,963</b>	100

The accompanying Notes are an integral part of these financial statements

## TOP FIVE HOLDINGS OF THE UNDERLYING FUNDS – unaudited

Security Name	Percentage
<b>DGIA CANADIAN BOND FUND 40.9%</b>	
Government of Canada, 0.250%, March 1, 2026	5.5%
Government of Canada, 0.250%, August 1, 2023	5.1%
Canada Housing Trust, 2.900%, June 15, 2024	3.7%
Canada Housing Trust, 1.800%, December 15, 2024	2.6%
Government of Canada, 0.750%, February 1, 2024	2.4%
<b>BLACKROCK CDN US EQUITY INDEX FUND 15.4%</b>	
Apple	6.1%
Microsoft Corporation	5.8%
Amazon.com	3.9%
Facebook	2.2%
Alphabet	2.2%
<b>DESJARDINS GLOBAL MANAGED BOND FUND 12.6%</b>	
Desjardins Global Government Bond Index Fund	44.9%
Desjardins Global Total Return Bond Fund	22.3%
Desjardins Emerging Markets Bond Fund	15.8%
Desjardins Global Corporate Bond Fund	12.1%
Desjardins Global High Yield Bond Fund	3.5%

## DFS GIF – MODERATE (continued)

### TOP FIVE HOLDINGS OF THE UNDERLYING FUNDS – unaudited (continued)

Security Name	Percentage
<b>DESJARDINS ENHANCED BOND FUND 10.2%</b>	
Province of Ontario, 2.050%, June 2, 2030	4.8%
Province of British Columbia, 1.550%, June 18, 2031	4.3%
Canada Housing Trust, 2.650%, December 15, 2028	3.3%
Government of Canada, 2.000%, December 1, 2051	3.1%
Province of Ontario, 1.900%, December 2, 2051	2.4%
<b>DESJARDINS GLOBAL DIVIDEND FUND 5.2%</b>	
Microsoft Corporation	4.1%
GlaxoSmithKline	3.8%
Centene	3.7%
Enel SPA	3.6%
AbbVie	3.5%
<b>BEUTEL GOODMAN FUNDAMENTAL CANADIAN EQUITY FUND 5.0%</b>	
Toronto-Dominion Bank	9.4%
Royal Bank of Canada	5.8%
Brookfield Asset Management	5.5%
Canadian National Railway Company	5.3%
Rogers Communications	4.9%
<b>DESJARDINS CANADIAN EQUITY FUND 5.0%</b>	
Royal Bank of Canada	7.7%
Toronto-Dominion Bank	7.4%
Shopify	6.2%
Scotiabank	4.7%
Canadian Pacific Railway	4.2%
<b>DESJARDINS OVERSEAS EQUITY FUND 3.1%</b>	
Taiwan Semiconductor Manufacturing Company	6.8%
Nestlé	6.1%
Novo Nordisk	5.1%
Keyence	4.8%
IHS Markit	4.8%
<b>DESJARDINS OVERSEAS EQUITY GROWTH FUND 2.8%</b>	
ASML Holding	7.8%
Adyen	5.3%
Kering	4.7%
MercadoLibre	4.0%
Moderna	4.0%

As at December 31, 2021 and 2020

## STRATEGY IN USING FINANCIAL INSTRUMENTS

### Objective of the Fund

To generate income while leaving room for some capital appreciation by investing in a number of different fixed-income and equity underlying funds

The principal risk factors of this Fund are interest rate, foreign currency, credit, sovereign, market, special equities and derivatives risk

### Strategy of the Fund

To invest in a wide array of underlying funds managed by using a multi-manager approach provided by acclaimed fund managers and sub-advisors

## FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	33,738	43,329	—	77,067
<b>TOTAL</b>	<b>33,738</b>	<b>43,329</b>	<b>—</b>	<b>77,067</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	23,230	44,491	—	67,721
<b>TOTAL</b>	<b>23,230</b>	<b>44,491</b>	<b>—</b>	<b>67,721</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

## FINANCIAL INSTRUMENTS RISKS (Note 7)

### Underlying Funds Risk Management

Monthly, the investment strategy team compares the underlying funds' performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying funds' performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Funds' investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying funds' managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – MODERATE (continued)

### NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

#### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying funds. Detailed disclosure about the currency risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

#### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying funds. Detailed disclosure about the interest rate risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

#### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying funds. Detailed disclosure about the concentration risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

#### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying funds. Detailed disclosure about the price risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	<b>%</b>	<b>\$</b>	<b>\$</b>
FTSE Canada Universe Bond (52%)	1.00	383	417
Bloomberg Barclays Multiverse Hedged (13%)	1.00	96	N/A
S&P/TSX (0%)	3.00	N/A	202
MSCI Canada (10.5%)	3.00	232	N/A
MSCI World Net (24.5%)	3.00	542	472

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

#### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying funds. Detailed disclosure about the credit risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

#### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying funds. Detailed disclosure about the liquidity risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 5	<b>6.36</b>	6.21	5.70	5.21	5.34
Series 6	<b>6.74</b>	6.56	6.01	5.49	5.62
Series 7	<b>7.04</b>	6.82	6.21	5.64	5.75
Series 8*	<b>6.14</b>	5.95	5.44	4.95	—
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 5	<b>9,544</b>	7,519	5,224	2,556	1,002
Series 6	<b>38,110</b>	36,481	32,637	25,569	27,589
Series 7	<b>5,589</b>	6,068	7,772	8,770	6,302
Series 8*	<b>23,661</b>	17,481	15,513	8,797	—
<b>Number of units outstanding (000)</b>					
Series 5	<b>1,500</b>	1,211	917	491	188
Series 6	<b>5,650</b>	5,557	5,427	4,654	4,905
Series 7	<b>793</b>	890	1,251	1,554	1,097
Series 8*	<b>3,854</b>	2,935	2,854	1,778	—
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 5	<b>2.60</b>	2.60	2.61	2.68	2.67
Series 6	<b>2.30</b>	2.29	2.51	2.50	2.50
Series 7	<b>1.75</b>	1.73	1.96	1.95	1.95
Series 8*	<b>1.94</b>	1.95	2.16	2.19	—
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>27.84</b>	27.23	34.27	14.56	35.43

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – BALANCED\*

### SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading “Strategy in using Financial Instruments”

For a detailed description of each Fund’s investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

### TOP MAJOR HOLDINGS AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
DGIA Canadian Bond Fund	31.1%
BlackRock CDN US Equity Index Fund	21.8%
Desjardins Global Managed Bond Fund	9.6%
Desjardins Enhanced Bond Fund	7.8%
Desjardins Global Dividend Fund	7.3%
Beutel Goodman Fundamental Canadian Equity Fund	7.1%
Desjardins Canadian Equity Fund	7.1%
Desjardins Overseas Equity Fund	4.4%
Desjardins Overseas Equity Growth Fund	4.0%
Cash and Cash Equivalents	(0.2%)

### PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	10,563	5.6%	10,587	5.9%	10,649	6.5%	10,639	6.4%
3 Years	12,996	9.1%	13,097	9.4%	13,293	10.0%	13,218	9.7%
5 Years	13,341	5.9%	13,470	6.1%	13,825	6.7%	—	—
Since Inception	13,880	5.4%	14,800	5.1%	15,420	5.7%	12,980	7.3%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	85,664	368,340
Investments at fair value through profit or loss (FVTPL)	317,882,539	303,055,657
Premiums receivable	376,792	33,458
Receivable for securities sold	14,345	2,514
Interest, dividends and other receivables	—	65,073
	<u>318,359,340</u>	<u>303,525,042</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	597,952	590,320
Withdrawals payable	577,053	233,260
Payable for securities purchased	81,879	34,634
	<u>1,256,884</u>	<u>858,214</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>317,102,456</b></u>	<u>302,666,828</u>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>6.94</u>	6.57
Series 6	<u>7.40</u>	6.99
Series 7	<u>7.71</u>	7.24
Series 8	<u>6.49</u>	6.10

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	139	(1,744)
Distributions from underlying funds	14,886,367	8,730,464
Changes in fair value:		
Net realized gain (loss) on investments	5,661,722	5,730,868
Net unrealized gain (loss) on investments	4,745,487	20,833,086
	<u>25,293,715</u>	<u>35,292,674</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	6,606,845	6,342,638
Operating expenses	690,000	624,594
	<u>7,296,845</u>	<u>6,967,232</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>17,996,870</b></u>	<u>28,325,442</u>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	6,975,046	11,862,023
- per unit	0.37	0.61
Average Number of Units	18,929,688	19,551,252
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	5,845,597	9,453,761
- per unit	0.42	0.67
Average Number of Units	14,019,025	14,179,343
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	1,030,705	1,551,727
- per unit	0.46	0.63
Average Number of Units	2,237,033	2,455,534
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	4,145,522	5,457,931
- per unit	0.39	0.60
Average Number of Units	10,586,627	9,126,106

The accompanying Notes are an integral part of these financial statements

## DFS GIF – BALANCED (continued)

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>302,666,828</b>	276,353,317
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>17,996,870</b>	28,325,442
Premiums		
Series 5	14,705,372	17,932,630
Series 6	17,566,799	15,417,405
Series 7	853,747	4,672,434
Series 8	20,361,182	9,592,109
	<b>53,487,100</b>	47,614,578
Withdrawals		
Series 5	(23,732,664)	(24,120,885)
Series 6	(22,102,691)	(14,877,112)
Series 7	(3,532,108)	(4,132,537)
Series 8	(7,680,879)	(6,495,975)
	<b>(57,048,342)</b>	(49,626,509)
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>317,102,456</b>	302,666,828

### STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>17,996,870</b>	28,325,442
Adjustments for:		
Net realized (gain) loss	<b>(5,661,722)</b>	(5,730,868)
Net unrealized (gain) loss	<b>(4,745,487)</b>	(20,833,086)
Non-cash distribution from investments	<b>(14,886,367)</b>	(8,730,464)
Proceeds from sale/maturity of investments	<b>81,992,332</b>	72,678,205
Investments purchased	<b>(71,525,638)</b>	(64,163,730)
Receivable for securities sold	<b>(11,831)</b>	217,884
Interest, dividends and other receivables	<b>65,073</b>	(65,073)
Accrued expenses	<b>7,632</b>	9,367
Payable for securities purchased	<b>47,245</b>	34,634
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>3,278,107</b>	1,742,311
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	<b>53,143,766</b>	47,931,676
Amounts paid on withdrawals	<b>(56,704,549)</b>	(49,969,554)
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>(3,560,783)</b>	(2,037,878)
Increase (decrease) in cash/ bank overdraft	<b>(282,676)</b>	(295,567)
Cash (bank overdraft), beginning of period	<b>368,340</b>	663,907
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>85,664</b>	368,340
<b>SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Interest received	—	541
Interest paid	<b>1,015</b>	2,285

The accompanying Notes are an integral part of these financial statements



## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	FAIR VALUE	
		COST	
		\$	\$ %
<b>Investment Funds</b>			100.2
Beutel Goodman Fundamental Canadian Equity Fund, Class I	1,547,924	16,334,389	22,469,981
BlackRock CDN US Equity Index Fund, Class D	1,629,688	48,128,152	69,054,043
Desjardins Canadian Equity Fund, I-Class	2,110,783	21,390,200	22,435,507
Desjardins Enhanced Bond Fund, I-Class	2,226,664	25,108,277	24,742,691
Desjardins Global Dividend Fund, I-Class	1,086,249	23,869,209	23,218,581
Desjardins Global Managed Bond Fund, I-Class	3,115,999	31,166,337	30,580,417
Desjardins Overseas Equity Fund, I-Class	547,698	9,374,274	13,794,321
Desjardins Overseas Equity Growth Fund, I-Class	313,026	8,097,775	12,534,497
DGIA Canadian Bond Fund	9,585,646	100,743,806	99,052,501
<b>Total Investments</b>		<b>284,212,419</b>	<b>317,882,539</b>
<b>Other Net Assets</b>			(780,083) (0.2)
<b>Net Assets</b>			<b>317,102,456</b> 100

The accompanying Notes are an integral part of these financial statements

## TOP FIVE HOLDINGS OF THE UNDERLYING FUNDS – unaudited

Security Name	Percentage
<b>DGIA CANADIAN BOND FUND 31.1%</b>	
Government of Canada, 0.250%, March 1, 2026	5.5%
Government of Canada, 0.250%, August 1, 2023	5.1%
Canada Housing Trust, 2.900%, June 15, 2024	3.7%
Canada Housing Trust, 1.800%, December 15, 2024	2.6%
Government of Canada, 0.750%, February 1, 2024	2.4%
<b>BLACKROCK CDN US EQUITY INDEX FUND 21.8%</b>	
Apple	6.1%
Microsoft Corporation	5.8%
Amazon.com	3.9%
Facebook	2.2%
Alphabet	2.2%
<b>DESJARDINS GLOBAL MANAGED BOND FUND 9.6%</b>	
Desjardins Global Government Bond Index Fund	44.9%
Desjardins Global Total Return Bond Fund	22.3%
Desjardins Emerging Markets Bond Fund	15.8%
Desjardins Global Corporate Bond Fund	12.1%
Desjardins Global High Yield Bond Fund	3.5%

## DFS GIF – BALANCED (continued)

### TOP FIVE HOLDINGS OF THE UNDERLYING FUNDS – unaudited (continued)

Security Name	Percentage
<b>DESJARDINS ENHANCED BOND FUND 7.8%</b>	
Province of Ontario, 2.050%, June 2, 2030	4.8%
Province of British Columbia, 1.550%, June 18, 2031	4.3%
Canada Housing Trust, 2.650%, December 15, 2028	3.3%
Government of Canada, 2.000%, December 1, 2051	3.1%
Province of Ontario, 1.900%, December 2, 2051	2.4%
<b>DESJARDINS GLOBAL DIVIDEND FUND 7.3%</b>	
Microsoft Corporation	4.1%
GlaxoSmithKline	3.8%
Centene	3.7%
Enel SPA	3.6%
AbbVie	3.5%
<b>BEUTEL GOODMAN FUNDAMENTAL CANADIAN EQUITY FUND 7.1%</b>	
Toronto-Dominion Bank	9.4%
Royal Bank of Canada	5.8%
Brookfield Asset Management	5.5%
Canadian National Railway Company	5.3%
Rogers Communications	4.9%
<b>DESJARDINS CANADIAN EQUITY FUND 7.1%</b>	
Royal Bank of Canada	7.7%
Toronto-Dominion Bank	7.4%
Shopify	6.2%
Scotiabank	4.7%
Canadian Pacific Railway	4.2%
<b>DESJARDINS OVERSEAS EQUITY FUND 4.4%</b>	
Taiwan Semiconductor Manufacturing Company	6.8%
Nestlé	6.1%
Novo Nordisk	5.1%
Keyence	4.8%
IHS Markit	4.8%
<b>DESJARDINS OVERSEAS EQUITY GROWTH FUND 4.0%</b>	
ASML Holding	7.8%
Adyen	5.3%
Kering	4.7%
MercadoLibre	4.0%
Moderna	4.0%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide investors with an attractive balance of current income and capital appreciation by investing in a number of different fixed-income and equity underlying funds

The principal risk factors of this Fund are interest rate, foreign currency, credit, sovereign, market, special equities and derivatives risk

#### Strategy of the Fund

To invest in a wide array of underlying funds managed by using a multi-manager approach provided by acclaimed fund managers and sub-advisors

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	149,776	168,107	—	317,883
<b>TOTAL</b>	<b>149,776</b>	<b>168,107</b>	<b>—</b>	<b>317,883</b>

  

December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	122,152	180,904	—	303,056
<b>TOTAL</b>	<b>122,152</b>	<b>180,904</b>	<b>—</b>	<b>303,056</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Funds Risk Management

Monthly, the investment strategy team compares the underlying funds' performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying funds' performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Funds' investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying funds' managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – BALANCED (continued)

### NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

#### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying funds. Detailed disclosure about the currency risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

#### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying funds. Detailed disclosure about the interest rate risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

#### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying funds. Detailed disclosure about the concentration risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

#### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying funds. Detailed disclosure about the price risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

Benchmarks	Change in Price %	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021 \$	December 31, 2020 \$
FTSE Canada Universe Bond (40%)	1.00	1,151	1,371
Bloomberg Barclays Multiverse Hedged (10%)	1.00	288	N/A
S&P/TSX (0%)	3.00	N/A	1,234
MSCI Canada (15%)	3.00	1,294	N/A
MSCI World Net (35%)	3.00	3,020	2,879

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

#### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying funds. Detailed disclosure about the credit risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

#### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying funds. Detailed disclosure about the liquidity risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 5	<b>6.94</b>	6.57	5.96	5.34	5.51
Series 6	<b>7.40</b>	6.99	6.32	5.65	5.83
Series 7	<b>7.71</b>	7.24	6.52	5.80	5.94
Series 8*	<b>6.49</b>	6.10	5.51	4.91	—
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 5	<b>125,946</b>	127,999	122,325	5,332	3,095
Series 6	<b>100,927</b>	99,617	89,623	51,099	66,424
Series 7	<b>16,172</b>	17,820	15,728	11,542	10,527
Series 8*	<b>74,057</b>	57,231	48,677	23,968	—
<b>Number of units outstanding (000)</b>					
Series 5	<b>18,139</b>	19,474	20,530	999	562
Series 6	<b>13,633</b>	14,262	14,171	9,039	11,403
Series 7	<b>2,098</b>	2,462	2,413	1,991	1,771
Series 8*	<b>11,409</b>	9,376	8,838	4,883	—
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 5	<b>2.67</b>	2.67	2.73	2.73	2.73
Series 6	<b>2.35</b>	2.34	2.56	2.56	2.56
Series 7	<b>1.82</b>	1.82	2.04	2.05	2.07
Series 8*	<b>2.00</b>	2.00	2.23	2.25	—
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>26.53</b>	25.88	19.16	9.97	27.95

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – GROWTH\*

### SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading “Strategy in using Financial Instruments”

For a detailed description of each Fund’s investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

### TOP MAJOR HOLDINGS AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
BlackRock CDN US Equity Index Fund	28.2%
DGIA Canadian Bond Fund	21.7%
Desjardins Global Dividend Fund	9.4%
Beutel Goodman Fundamental Canadian Equity Fund	9.1%
Desjardins Canadian Equity Fund	9.1%
Desjardins Global Managed Bond Fund	6.7%
Desjardins Overseas Equity Fund	5.6%
Desjardins Enhanced Bond Fund	5.4%
Desjardins Overseas Equity Growth Fund	5.1%
Cash and Cash Equivalents	(0.3%)

### PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	10,879	8.8%	10,920	9.2%	10,981	9.8%	10,957	9.6%
3 Years	13,853	11.5%	13,952	11.7%	14,183	12.4%	14,107	12.2%
5 Years	14,345	7.5%	14,516	7.7%	14,908	8.3%	—	—
Since Inception	15,100	6.9%	16,380	6.5%	17,020	7.0%	13,740	9.0%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	84,251	304,682
Investments at fair value through profit or loss (FVTPL)	153,986,386	128,753,995
Premiums receivable	13,032	97,131
Receivable for securities sold	—	240
	<u>154,083,669</u>	<u>129,156,048</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	291,765	246,523
Withdrawals payable	122,038	108,922
Payable for securities purchased	83,573	214,498
	<u>497,376</u>	<u>569,943</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b><u>153,586,293</u></b>	<b>128,586,105</b>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>7.55</u>	6.94
Series 6	<u>8.19</u>	7.50
Series 7	<u>8.51</u>	7.75
Series 8	<u>6.87</u>	6.27

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	(299)	335
Distributions from underlying funds	7,728,253	3,407,457
Changes in fair value:		
Net realized gain (loss) on investments	3,347,456	3,663,155
Net unrealized gain (loss) on investments	4,849,068	8,905,417
	<u>15,924,478</u>	<u>15,976,364</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	2,999,464	2,538,602
Operating expenses	314,383	248,654
	<u>3,313,847</u>	<u>2,787,256</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b><u>12,610,631</u></b>	<b>13,189,108</b>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	3,094,202	2,859,064
- per unit	<u>0.62</u>	0.74
Average Number of Units	<u>5,007,374</u>	3,844,693
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	5,131,935	6,054,373
- per unit	<u>0.70</u>	0.81
Average Number of Units	<u>7,365,728</u>	7,469,950
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	862,085	936,670
- per unit	<u>0.76</u>	0.85
Average Number of Units	<u>1,139,255</u>	1,101,218
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	3,522,409	3,339,001
- per unit	<u>0.60</u>	0.68
Average Number of Units	<u>5,878,952</u>	4,892,683

The accompanying Notes are an integral part of these financial statements

## DFS GIF – GROWTH (continued)

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>128,586,105</b>	104,733,253
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>12,610,631</b>	13,189,108
Premiums		
Series 5	14,511,270	10,935,906
Series 6	8,610,393	10,024,587
Series 7	2,362,818	137,429
Series 8	12,532,716	7,895,878
	<b>38,017,197</b>	28,993,800
Withdrawals		
Series 5	(7,601,282)	(5,053,115)
Series 6	(10,810,132)	(9,599,569)
Series 7	(2,164,928)	(273,139)
Series 8	(5,051,298)	(3,404,233)
	<b>(25,627,640)</b>	(18,330,056)
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>153,586,293</b>	128,586,105

### STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>12,610,631</b>	13,189,108
Adjustments for:		
Net realized (gain) loss	<b>(3,347,456)</b>	(3,663,155)
Net unrealized (gain) loss	<b>(4,849,068)</b>	(8,905,417)
Non-cash distribution from investments	<b>(7,728,253)</b>	(3,407,457)
Proceeds from sale/maturity of investments	<b>35,238,477</b>	29,779,500
Investments purchased	<b>(44,546,091)</b>	(37,739,766)
Receivable for securities sold	<b>240</b>	(240)
Accrued expenses	<b>45,242</b>	33,291
Payable for securities purchased	<b>(130,925)</b>	(22,402)
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>(12,707,203)</b>	(10,736,538)
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	<b>38,101,296</b>	29,047,991
Amounts paid on withdrawals	<b>(25,614,524)</b>	(18,325,714)
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>12,486,772</b>	10,722,277
Increase (decrease) in cash/ bank overdraft	<b>(220,431)</b>	(14,261)
Cash (bank overdraft), beginning of period	<b>304,682</b>	318,943
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>84,251</b>	304,682
<b>SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Interest received	<b>30</b>	360
Interest paid	<b>405</b>	25

The accompanying Notes are an integral part of these financial statements



## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST	FAIR VALUE	
			\$	\$ %
<b>Investment Funds</b>				100.3
Beutel Goodman Fundamental Canadian Equity Fund, Class I	966,310	10,517,126	14,027,146	
BlackRock CDN US Equity Index Fund, Class D	1,016,782	29,729,627	43,083,648	
Desjardins Canadian Equity Fund, I-Class	1,317,484	13,421,477	14,003,533	
Desjardins Enhanced Bond Fund, I-Class	749,234	8,362,089	8,325,490	
Desjardins Global Dividend Fund, I-Class	678,214	14,928,398	14,496,820	
Desjardins Global Managed Bond Fund, I-Class	1,048,367	10,490,531	10,288,670	
Desjardins Overseas Equity Fund, I-Class	341,682	5,947,637	8,605,609	
Desjardins Overseas Equity Growth Fund, I-Class	195,425	5,480,673	7,825,394	
DGIA Canadian Bond Fund	3,225,464	33,566,426	33,330,076	
<b>Total Investments</b>		<b>132,443,984</b>	<b>153,986,386</b>	
<b>Other Net Assets</b>			(400,093)	(0.3)
<b>Net Assets</b>			<b>153,586,293</b>	100

The accompanying Notes are an integral part of these financial statements

## TOP FIVE HOLDINGS OF THE UNDERLYING FUNDS – unaudited

Security Name	Percentage
<b>BLACKROCK CDN US EQUITY INDEX FUND 28.2%</b>	
Apple	6.1%
Microsoft Corporation	5.8%
Amazon.com	3.9%
Facebook	2.2%
Alphabet	2.2%
<b>DGIA CANADIAN BOND FUND 21.7%</b>	
Government of Canada, 0.250%, March 1, 2026	5.5%
Government of Canada, 0.250%, August 1, 2023	5.1%
Canada Housing Trust, 2.900%, June 15, 2024	3.7%
Canada Housing Trust, 1.800%, December 15, 2024	2.6%
Government of Canada, 0.750%, February 1, 2024	2.4%
<b>DESJARDINS GLOBAL DIVIDEND FUND 9.4%</b>	
Microsoft Corporation	4.1%
GlaxoSmithKline	3.8%
Centene	3.7%
Enel SPA	3.6%
AbbVie	3.5%

## DFS GIF – GROWTH (continued)

### TOP FIVE HOLDINGS OF THE UNDERLYING FUNDS – unaudited (continued)

Security Name	Percentage
<b>BEUTEL GOODMAN FUNDAMENTAL CANADIAN EQUITY FUND 9.1%</b>	
Toronto-Dominion Bank	9.4%
Royal Bank of Canada	5.8%
Brookfield Asset Management	5.5%
Canadian National Railway Company	5.3%
Rogers Communications	4.9%
<b>DESJARDINS CANADIAN EQUITY FUND 9.1%</b>	
Royal Bank of Canada	7.7%
Toronto-Dominion Bank	7.4%
Shopify	6.2%
Scotiabank	4.7%
Canadian Pacific Railway	4.2%
<b>DESJARDINS GLOBAL MANAGED BOND FUND 6.7%</b>	
Desjardins Global Government Bond Index Fund	44.9%
Desjardins Global Total Return Bond Fund	22.3%
Desjardins Emerging Markets Bond Fund	15.8%
Desjardins Global Corporate Bond Fund	12.1%
Desjardins Global High Yield Bond Fund	3.5%
<b>DESJARDINS OVERSEAS EQUITY FUND 5.6%</b>	
Taiwan Semiconductor Manufacturing Company	6.8%
Nestlé	6.1%
Novo Nordisk	5.1%
Keyence	4.8%
IHS Markit	4.8%
<b>DESJARDINS ENHANCED BOND FUND 5.4%</b>	
Province of Ontario, 2.050%, June 2, 2030	4.8%
Province of British Columbia, 1.550%, June 18, 2031	4.3%
Canada Housing Trust, 2.650%, December 15, 2028	3.3%
Government of Canada, 2.000%, December 1, 2051	3.1%
Province of Ontario, 1.900%, December 2, 2051	2.4%
<b>DESJARDINS OVERSEAS EQUITY GROWTH FUND 5.1%</b>	
ASML Holding	7.8%
Adyen	5.3%
Kering	4.7%
MercadoLibre	4.0%
Moderna	4.0%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To emphasize appreciation of capital while still generating some income by investing in a number of different fixed-income and equity underlying funds

The principal risk factors of this Fund are interest rate, foreign currency, credit, sovereign, market, special equities and derivatives risk

#### Strategy of the Fund

To invest in a wide array of underlying funds managed by using a multi-manager approach provided by acclaimed fund managers and sub-advisors

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	77,572	76,414	—	153,986
<b>TOTAL</b>	<b>77,572</b>	<b>76,414</b>	<b>—</b>	<b>153,986</b>
December 31, 2020	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	59,571	69,183	—	128,754
<b>TOTAL</b>	<b>59,571</b>	<b>69,183</b>	<b>—</b>	<b>128,754</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Funds Risk Management

Monthly, the investment strategy team compares the underlying funds' performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying funds' performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Funds' investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying funds' managers through an exhaustive questionnaire and periodic meetings

NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying funds. Detailed disclosure about the currency risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying funds. Detailed disclosure about the interest rate risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying funds. Detailed disclosure about the concentration risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying funds. Detailed disclosure about the price risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	<b>%</b>	<b>\$</b>	<b>\$</b>
FTSE Canada Universe Bond (28%)	1.00	379	400
Bloomberg Barclays Multiverse Hedged (7%)	1.00	95	N/A
S&P/TSX (0%)	3.00	N/A	669
MSCI Canada (19.5%)	3.00	793	N/A
MSCI World Net (45.5%)	3.00	1,849	1,562

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying funds. Detailed disclosure about the credit risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying funds. Detailed disclosure about the liquidity risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 5	<b>7.55</b>	6.94	6.22	5.45	5.66
Series 6	<b>8.19</b>	7.50	6.71	5.87	6.08
Series 7	<b>8.51</b>	7.75	6.90	6.00	6.19
Series 8*	<b>6.87</b>	6.27	5.59	4.87	—
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 5	<b>40,575</b>	30,571	21,829	15,144	10,267
Series 6	<b>59,033</b>	56,101	49,622	38,303	46,494
Series 7	<b>9,511</b>	8,451	7,651	7,140	7,538
Series 8*	<b>44,467</b>	33,463	25,632	17,210	—
<b>Number of units outstanding (000)</b>					
Series 5	<b>5,372</b>	4,405	3,509	2,777	1,812
Series 6	<b>7,204</b>	7,481	7,397	6,526	7,642
Series 7	<b>1,118</b>	1,091	1,109	1,190	1,218
Series 8*	<b>6,471</b>	5,339	4,588	3,532	—
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 5	<b>2.76</b>	2.77	2.78	2.79	2.78
Series 6	<b>2.39</b>	2.37	2.58	2.58	2.58
Series 7	<b>1.87</b>	1.87	2.06	2.05	2.07
Series 8*	<b>2.03</b>	2.03	2.25	2.31	—
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>24.99</b>	26.56	22.91	10.51	32.19

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – MAXIMUM GROWTH\*

### SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading “Strategy in using Financial Instruments”

For a detailed description of each Fund’s investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

### TOP MAJOR HOLDINGS AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
BlackRock CDN US Equity Index Fund	34.2%
DGIA Canadian Bond Fund	12.3%
Desjardins Global Dividend Fund	11.5%
Beutel Goodman Fundamental Canadian Equity Fund	11.1%
Desjardins Canadian Equity Fund	11.1%
Desjardins Overseas Equity Fund	6.8%
Desjardins Overseas Equity Growth Fund	6.2%
Desjardins Global Managed Bond Fund	3.8%
Desjardins Enhanced Bond Fund	3.1%
Cash and Cash Equivalents	(0.1%)

### PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,218	12.2%	11,245	12.5%	11,311	13.1%	11,295	12.9%
3 Years	14,804	14.0%	14,850	14.1%	15,105	14.7%	15,021	14.5%
5 Years	15,513	9.2%	15,586	9.3%	16,039	9.9%	—	—
Since Inception	16,580	8.5%	17,880	7.7%	18,640	8.3%	14,480	10.6%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	47,835	13,654
Investments at fair value through profit or loss (FVTPL)	19,682,532	14,686,816
Premiums receivable	82,153	116,401
Receivable for securities sold	—	2,200
	<u>19,812,520</u>	<u>14,819,071</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	35,269	27,378
Withdrawals payable	21,408	2,228
Payable for securities purchased	95,900	57,872
	<u>152,577</u>	<u>87,478</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b><u>19,659,943</u></b>	<b>14,731,593</b>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>8.29</u>	7.39
Series 6	<u>8.94</u>	7.95
Series 7	<u>9.32</u>	8.24
Series 8	<u>7.24</u>	6.41

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	1,008,509	364,627
Changes in fair value:		
Net realized gain (loss) on investments	405,242	473,829
Net unrealized gain (loss) on investments	993,843	1,222,735
	<u>2,407,594</u>	<u>2,061,191</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	346,744	282,125
Operating expenses	37,487	27,912
	<u>384,231</u>	<u>310,037</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b><u>2,023,363</u></b>	<b>1,751,154</b>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	150,984	188,235
- per unit	0.90	1.27
Average Number of Units	167,373	148,201
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	915,817	809,211
- per unit	1.01	0.96
Average Number of Units	906,815	843,786
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	334,305	312,390
- per unit	1.08	0.99
Average Number of Units	309,015	314,497
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	622,257	441,318
- per unit	0.82	0.81
Average Number of Units	759,292	546,213

The accompanying Notes are an integral part of these financial statements

## DFS GIF – MAXIMUM GROWTH (continued)

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>14,731,593</b>	10,438,963
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>2,023,363</b>	1,751,154
Premiums		
Series 5	232,868	497,685
Series 6	2,920,713	2,619,577
Series 7	72,453	5,500
Series 8	2,620,955	1,819,215
	<b>5,846,989</b>	4,941,977
Withdrawals		
Series 5	(246,547)	(280,354)
Series 6	(2,196,186)	(1,805,453)
Series 7	(132,058)	(41,895)
Series 8	(367,211)	(272,799)
	<b>(2,942,002)</b>	(2,400,501)
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>19,659,943</b>	14,731,593

### STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>2,023,363</b>	1,751,154
Adjustments for:		
Net realized (gain) loss	<b>(405,242)</b>	(473,829)
Net unrealized (gain) loss	<b>(993,843)</b>	(1,222,735)
Non-cash distribution from investments	<b>(1,008,509)</b>	(364,627)
Proceeds from sale/maturity of investments	<b>4,193,841</b>	4,576,214
Investments purchased	<b>(6,781,963)</b>	(6,767,291)
Receivable for securities sold	<b>2,200</b>	(2,200)
Accrued expenses	<b>7,891</b>	5,889
Payable for securities purchased	<b>38,028</b>	56,385
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>(2,924,234)</b>	(2,441,040)
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	<b>5,881,237</b>	4,826,392
Amounts paid on withdrawals	<b>(2,922,822)</b>	(2,400,375)
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>2,958,415</b>	2,426,017
Increase (decrease) in cash/ bank overdraft	<b>34,181</b>	(15,023)
Cash (bank overdraft), beginning of period	<b>13,654</b>	28,677
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>47,835</b>	13,654

The accompanying Notes are an integral part of these financial statements



## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST	FAIR VALUE	
			\$	\$ %
<b>Investment Funds</b>				100.1
Beutel Goodman Fundamental Canadian Equity Fund, Class I	150,773	1,681,651	2,188,647	
BlackRock CDN US Equity Index Fund, Class D	158,433	4,806,985	6,713,195	
Desjardins Canadian Equity Fund, I-Class	205,604	2,094,325	2,185,369	
Desjardins Enhanced Bond Fund, I-Class	54,377	607,232	604,241	
Desjardins Global Dividend Fund, I-Class	105,806	2,327,413	2,261,607	
Desjardins Global Managed Bond Fund, I-Class	76,103	761,241	746,879	
Desjardins Overseas Equity Fund, I-Class	53,231	1,001,318	1,340,664	
Desjardins Overseas Equity Growth Fund, I-Class	30,542	925,731	1,222,996	
DGIA Canadian Bond Fund	234,088	2,443,016	2,418,934	
<b>Total Investments</b>		<b>16,648,912</b>	<b>19,682,532</b>	
<b>Other Net Assets</b>			(22,589)	(0.1)
<b>Net Assets</b>			<b>19,659,943</b>	100

The accompanying Notes are an integral part of these financial statements

## TOP FIVE HOLDINGS OF THE UNDERLYING FUNDS – unaudited

Security Name	Percentage
<b>BLACKROCK CDN US EQUITY INDEX FUND 34.2%</b>	
Apple	6.1%
Microsoft Corporation	5.8%
Amazon.com	3.9%
Facebook	2.2%
Alphabet	2.2%
<b>DGIA CANADIAN BOND FUND 12.3%</b>	
Government of Canada, 0.250%, March 1, 2026	5.5%
Government of Canada, 0.250%, August 1, 2023	5.1%
Canada Housing Trust, 2.900%, June 15, 2024	3.7%
Canada Housing Trust, 1.800%, December 15, 2024	2.6%
Government of Canada, 0.750%, February 1, 2024	2.4%
<b>DESJARDINS GLOBAL DIVIDEND FUND 11.5%</b>	
Microsoft Corporation	4.1%
GlaxoSmithKline	3.8%
Centene	3.7%
Enel SPA	3.6%
AbbVie	3.5%

## DFS GIF – MAXIMUM GROWTH (continued)

### TOP FIVE HOLDINGS OF THE UNDERLYING FUNDS – unaudited (continued)

Security Name	Percentage
<b>BEUTEL GOODMAN FUNDAMENTAL CANADIAN EQUITY FUND 11.1%</b>	
Toronto-Dominion Bank	9.4%
Royal Bank of Canada	5.8%
Brookfield Asset Management	5.5%
Canadian National Railway Company	5.3%
Rogers Communications	4.9%
<b>DESJARDINS CANADIAN EQUITY FUND 11.1%</b>	
Royal Bank of Canada	7.7%
Toronto-Dominion Bank	7.4%
Shopify	6.2%
Scotiabank	4.7%
Canadian Pacific Railway	4.2%
<b>DESJARDINS OVERSEAS EQUITY FUND 6.8%</b>	
Taiwan Semiconductor Manufacturing Company	6.8%
Nestlé	6.1%
Novo Nordisk	5.1%
Keyence	4.8%
IHS Markit	4.8%
<b>DESJARDINS OVERSEAS EQUITY GROWTH FUND 6.2%</b>	
ASML Holding	7.8%
Adyen	5.3%
Kering	4.7%
MercadoLibre	4.0%
Moderna	4.0%
<b>DESJARDINS GLOBAL MANAGED BOND FUND 3.8%</b>	
Desjardins Global Government Bond Index Fund	44.9%
Desjardins Global Total Return Bond Fund	22.3%
Desjardins Emerging Markets Bond Fund	15.8%
Desjardins Global Corporate Bond Fund	12.1%
Desjardins Global High Yield Bond Fund	3.5%
<b>DESJARDINS ENHANCED BOND FUND 3.1%</b>	
Province of Ontario, 2.050%, June 2, 2030	4.8%
Province of British Columbia, 1.550%, June 18, 2031	4.3%
Canada Housing Trust, 2.650%, December 15, 2028	3.3%
Government of Canada, 2.000%, December 1, 2051	3.1%
Province of Ontario, 1.900%, December 2, 2051	2.4%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To maximize the appreciation of capital while still generating some income by investing in a number of different fixed-income and equity underlying funds

The principal risk factors of this Fund are interest rate, foreign currency, credit, sovereign, market, special equities and derivatives risk

#### Strategy of the Fund

To invest in a wide array of underlying funds managed by using a multi-manager approach provided by acclaimed fund managers and sub-advisors

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	10,551	9,132	—	19,683
<b>TOTAL</b>	<b>10,551</b>	<b>9,132</b>	<b>—</b>	<b>19,683</b>

  

December 31, 2020	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	7,685	7,002	—	14,687
<b>TOTAL</b>	<b>7,685</b>	<b>7,002</b>	<b>—</b>	<b>14,687</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Funds Risk Management

Monthly, the investment strategy team compares the underlying funds' performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying funds' performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Funds' investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying funds' managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – MAXIMUM GROWTH (continued)

### NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

#### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying funds. Detailed disclosure about the currency risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

#### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying funds. Detailed disclosure about the interest rate risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

#### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying funds. Detailed disclosure about the concentration risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

#### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying funds. Detailed disclosure about the price risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	<b>%</b>	<b>\$</b>	<b>\$</b>
FTSE Canada Universe Bond (16%)	1.00	27	26
Bloomberg Barclays Multiverse Hedged (4%)	1.00	7	N/A
S&P/TSX (0%)	3.00	N/A	93
MSCI Canada (24%)	3.00	122	N/A
MSCI World Net (56%)	3.00	285	217

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

#### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying funds. Detailed disclosure about the credit risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

#### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying funds. Detailed disclosure about the liquidity risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 5	<b>8.29</b>	7.39	6.54	5.60	5.85
Series 6	<b>8.94</b>	7.95	7.03	6.02	6.28
Series 7	<b>9.32</b>	8.24	7.24	6.17	6.40
Series 8*	<b>7.24</b>	6.41	5.65	4.82	—
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 5	<b>1,350</b>	1,213	807	430	226
Series 6	<b>8,537</b>	6,896	5,273	3,905	4,216
Series 7	<b>2,835</b>	2,560	2,284	1,752	1,325
Series 8*	<b>6,939</b>	4,063	2,075	1,270	—
<b>Number of units outstanding (000)</b>					
Series 5	<b>163</b>	164	123	77	39
Series 6	<b>955</b>	868	750	649	671
Series 7	<b>304</b>	311	315	284	207
Series 8*	<b>959</b>	634	367	263	—
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 5	<b>2.80</b>	2.71	2.75	2.76	2.76
Series 6	<b>2.45</b>	2.45	2.69	2.70	2.70
Series 7	<b>1.88</b>	1.88	2.11	2.06	2.24
Series 8*	<b>2.13</b>	2.13	2.35	2.36	—
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>24.98</b>	36.50	29.56	13.77	40.08

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.





# **Responsible Investment Portfolios**

DFS GUARANTEED INVESTMENT FUNDS

# DFS GIF – CONSERVATIVE – DESJARDINS SOCIETERRA\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Desjardins SocieTerra Canadian Bond Fund	62.9%
Desjardins SocieTerra Canadian Equity Fund	7.9%
Desjardins SocieTerra American Equity Fund	7.3%
Desjardins SocieTerra Environmental Bond Fund	5.0%
Desjardins SocieTerra Global Bond Fund	4.4%
Desjardins SocieTerra Emerging Markets Equity Fund	2.6%
Desjardins SocieTerra Cleantech Fund	2.5%
Desjardins SocieTerra International Equity Fund	2.2%
Desjardins Global Government Bond Index Fund	1.7%
Desjardins SocieTerra Diversity Fund	1.1%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	9,932	(0.7%)	9,983	(0.2%)	10,034	0.3%	10,034	0.3%
3 Years	11,734	5.5%	11,835	5.8%	12,008	6.3%	11,948	6.1%
Since Inception	11,640	4.2%	11,740	4.4%	11,960	5.0%	11,900	4.8%

\* This Fund is composed of units of the corresponding underlying investment funds.



## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	5,922	76,782
Investments at fair value through profit or loss (FVTPL)	22,100,847	11,990,862
Premiums receivable	3,799	140,583
Receivable for securities sold	3,934	—
	<u>22,114,502</u>	<u>12,208,227</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	39,946	20,705
Withdrawals payable	17,881	5,934
Payable for securities purchased	4,911	154,723
	<u>62,738</u>	<u>181,362</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>22,051,764</b></u>	<u>12,026,865</u>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>5.82</u>	5.86
Series 6	<u>5.87</u>	5.88
Series 7	<u>5.98</u>	5.96
Series 8	<u>5.95</u>	5.93

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	839,752	365,014
Changes in fair value:		
Net realized gain (loss) on investments	88,603	38,376
Net unrealized gain (loss) on investments	(507,373)	450,963
	<u>420,982</u>	<u>854,353</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	355,442	195,790
Operating expenses	39,541	19,465
	<u>394,983</u>	<u>215,255</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>25,999</b></u>	<u>639,098</u>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	(29,112)	28,567
- per unit	(0.05)	0.10
Average Number of Units	<u>598,397</u>	<u>292,591</u>
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	40,128	309,204
- per unit	0.04	0.50
Average Number of Units	<u>1,127,108</u>	<u>615,375</u>
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	(2,747)	38,046
- per unit	(0.06)	0.74
Average Number of Units	<u>42,655</u>	<u>51,375</u>
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	17,730	263,281
- per unit	0.01	0.46
Average Number of Units	<u>1,238,471</u>	<u>578,407</u>

The accompanying Notes are an integral part of these financial statements

# DFS GIF – CONSERVATIVE – DESJARDINS SOCIETERRA (continued)

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>12,026,865</b>	7,298,668
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>25,999</b>	639,098
Premiums		
Series 5	3,586,627	2,013,948
Series 6	5,845,607	3,543,259
Series 7	—	167,902
Series 8	7,246,613	3,408,207
	<b>16,678,847</b>	9,133,316
Withdrawals		
Series 5	(1,645,330)	(1,856,305)
Series 6	(2,497,270)	(1,883,319)
Series 7	(169,093)	(30,500)
Series 8	(2,368,254)	(1,274,093)
	<b>(6,679,947)</b>	(5,044,217)
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>22,051,764</b>	12,026,865

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	25,999	639,098
Adjustments for:		
Net realized (gain) loss	(88,603)	(38,376)
Net unrealized (gain) loss	507,373	(450,963)
Non-cash distribution from investments	(839,752)	(365,014)
Proceeds from sale/maturity of investments	2,936,879	3,042,819
Investments purchased	(12,625,882)	(6,862,660)
Receivable for securities sold	(3,934)	2,326
Accrued expenses	19,241	5,343
Payable for securities purchased	(149,812)	53,020
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>(10,218,491)</b>	(3,974,407)
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	16,815,631	8,992,733
Amounts paid on withdrawals	(6,668,000)	(5,044,258)
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>10,147,631</b>	3,948,475
Increase (decrease) in cash/ bank overdraft	(70,860)	(25,932)
Cash (bank overdraft), beginning of period	76,782	102,714
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>5,922</b>	76,782

The accompanying Notes are an integral part of these financial statements

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST	FAIR VALUE	
		\$	\$	%
<b>Investment Funds</b>				100.2
SocieTerra Conservative Portfolio, I-Class	1,948,069	21,998,374	22,100,847	
<b>Total Investments</b>		<b>21,998,374</b>	<b>22,100,847</b>	
<b>Other Net Assets</b>			(49,083)	(0.2)
<b>Net Assets</b>			<b>22,051,764</b>	100

The accompanying Notes are an integral part of these financial statements

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Desjardins SocieTerra Canadian Bond Fund	62.9%
Desjardins SocieTerra Canadian Equity Fund	7.9%
Desjardins SocieTerra American Equity Fund	7.3%
Desjardins SocieTerra Environmental Bond Fund	5.0%
Desjardins SocieTerra Global Bond Fund	4.4%
Desjardins SocieTerra Emerging Markets Equity Fund	2.6%
Desjardins SocieTerra Cleantech Fund	2.5%
Desjardins SocieTerra International Equity Fund	2.2%
Desjardins Global Government Bond Index Fund	1.7%
Desjardins SocieTerra Diversity Fund	1.1%
Desjardins SocieTerra Environment Fund	1.0%
Desjardins SocieTerra Positive Change Fund	1.0%
Cash and Cash Equivalents	0.4%

# DFS GIF – CONSERVATIVE – DESJARDINS SOCIETERRA (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide income and achieve a moderate level of long-term capital appreciation by investing primarily in Canadian and, to a lesser extent, foreign equity and fixed-income bonds and/or in units of mutual funds, which themselves invest primarily in Canadian or foreign equity and fixed-income bonds. The Fund follows a responsible approach to investing

#### Strategy of the Fund

To reach the Fund's investment objective, selection of the securities and/or the underlying fund, as well as the percentage of the assets that will be invested in each of these securities or underlying funds, will be based on the following target weightings: Fixed-income (75%) and Growth (25%)

The principal risk factors of this Fund are foreign currency risk, credit risk, market risk and interest rate risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	22,101	—	—	22,101
<b>TOTAL</b>	<b>22,101</b>	<b>—</b>	<b>—</b>	<b>22,101</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	11,991	—	—	11,991
<b>TOTAL</b>	<b>11,991</b>	<b>—</b>	<b>—</b>	<b>11,991</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

As at December 31, 2021, the Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners December 31, 2021
<b>Benchmarks</b>	%	\$
FTSE Canada Universe Bond (60%)	1.00	136
Bloomberg Barclays Multiverse Hedged (15%)	1.00	34
MSCI Canada (7.5%)	3.00	51
MSCI All Country World ex Canada IMI (17.5%)	3.00	119

As at December 31, 2020, the Manager's best estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, with all other variables held constant, is as follows:

	Change in Price	Impact on Net Assets Attributable to Contract Owners December 31, 2020
<b>Benchmarks</b>	%	\$
FTSE Canada Universe Bond (60%)	1.00	72
Bloomberg Barclays Multiverse Hedged (15%)	1.00	18
MSCI Canada (7.5%)	3.00	27
MSCI All Country World ex Canada IMI (17.5%)	3.00	63

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past four periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018*
<b>Net Assets and Net Asset Value Per Unit (\$)</b>				
Series 5	<b>5.82</b>	5.86	5.41	4.96
Series 6	<b>5.87</b>	5.88	5.42	4.96
Series 7	<b>5.98</b>	5.96	5.47	4.98
Series 8	<b>5.95</b>	5.93	5.45	4.98
<b>Ratios and Supplemental Data</b>				
<b>Net Asset Value (\$000's)</b>				
Series 5	<b>4,150</b>	2,238	2,052	190
Series 6	<b>7,909</b>	4,521	2,552	832
Series 7	<b>168</b>	339	164	140
Series 8	<b>9,824</b>	4,928	2,531	1,061
<b>Number of units outstanding (000)</b>				
Series 5	<b>713</b>	382	380	38
Series 6	<b>1,347</b>	769	471	168
Series 7	<b>28</b>	57	30	28
Series 8	<b>1,652</b>	831	465	213
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>				
Series 5	<b>2.75</b>	2.77	2.82	2.76
Series 6	<b>2.33</b>	2.33	2.70	2.64
Series 7	<b>1.84</b>	1.83	2.18	2.14
Series 8	<b>1.97</b>	1.96	2.36	2.31
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>16.94</b>	35.07	12.29	22.87

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

# DFS GIF – MODERATE – DESJARDINS SOCIETERRA\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Desjardins SocieTerra Canadian Bond Fund	54.6%
Desjardins SocieTerra Canadian Equity Fund	10.6%
Desjardins SocieTerra American Equity Fund	10.3%
Desjardins SocieTerra Environmental Bond Fund	4.2%
Desjardins SocieTerra Global Bond Fund	3.7%
Desjardins SocieTerra Emerging Markets Equity Fund	3.5%
Desjardins SocieTerra Cleantech Fund	3.4%
Desjardins SocieTerra International Equity Fund	3.3%
Desjardins SocieTerra Diversity Fund	1.6%
Desjardins Global Government Bond Index Fund	1.4%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	10,059	0.6%	10,118	1.2%	10,157	1.6%	10,157	1.6%
Since Inception	10,240	2.1%	10,300	2.7%	10,360	3.2%	10,340	3.0%

\* This Fund is composed of units of the corresponding underlying investment funds.



## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	3,421	—
Investments at fair value through profit or loss (FVTPL)	6,893,617	330,962
	<u>6,897,038</u>	<u>330,962</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	12,666	625
Withdrawals payable	2,468	—
Payable for securities purchased	3,423	—
	<u>18,557</u>	<u>625</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>6,878,481</b></u>	<u>330,337</u>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>5.12</u>	5.09
Series 6	<u>5.15</u>	5.09
Series 7	<u>5.18</u>	5.10
Series 8	<u>5.17</u>	5.09

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020*
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	182,577	8,245
Changes in fair value:		
Net unrealized gain (loss) on investments	4,121	—
Net unrealized gain (loss) on investments	51,017	(1,297)
	<u>237,715</u>	<u>6,948</u>
<b>Expenses</b>		
Management fees and Operating expenses	77,742	852
	8,825	93
	<u>86,567</u>	<u>945</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>151,148</b></u>	<u>6,003</u>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	8,469	1,427
- per unit	<u>0.13</u>	0.09
Average Number of Units	<u>63,512</u>	16,000
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	50,099	1,538
- per unit	<u>0.18</u>	0.09
Average Number of Units	<u>272,233</u>	16,306
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	1,320	1,528
- per unit	<u>0.08</u>	0.10
Average Number of Units	<u>16,000</u>	16,000
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	91,260	1,510
- per unit	<u>0.23</u>	0.09
Average Number of Units	<u>404,703</u>	16,001

\* Beginning of operations in November 2020.

# DFS GIF – MODERATE – DESJARDINS SOCIETERRA (continued)

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31	2021	2020*
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>330,337</b>	—
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>151,148</b>	6,003
Premiums		
Series 5	<b>577,600</b>	80,003
Series 6	<b>3,689,696</b>	84,325
Series 7	—	80,001
Series 8	<b>4,384,548</b>	80,005
	<b>8,651,844</b>	324,334
Withdrawals		
Series 5	<b>(172,765)</b>	—
Series 6	<b>(1,382,578)</b>	—
Series 7	—	—
Series 8	<b>(699,505)</b>	—
	<b>(2,254,848)</b>	—
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>6,878,481</b>	330,337

## STATEMENT OF CASH FLOWS

Periods Ended December 31	2021	2020*
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>151,148</b>	6,003
Adjustments for:		
Net realized (gain) loss	<b>(4,121)</b>	—
Net unrealized (gain) loss	<b>(51,017)</b>	1,297
Non-cash distribution from investments	<b>(182,577)</b>	(8,245)
Proceeds from sale/maturity of investments	<b>252,314</b>	310
Investments purchased	<b>(6,577,254)</b>	(324,324)
Accrued expenses	<b>12,041</b>	625
Payable for securities purchased	<b>3,423</b>	—
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>(6,396,043)</b>	(324,334)
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	<b>8,651,844</b>	324,334
Amounts paid on withdrawals	<b>(2,252,380)</b>	—
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>6,399,464</b>	324,334
Increase (decrease) in cash/bank overdraft	<b>3,421</b>	—
Cash (bank overdraft), beginning of period	—	—
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>3,421</b>	—

\* Beginning of operations in November 2020.

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.2
SocieTerra Moderate Portfolio, I-Class	609,947	6,843,898	6,893,617		
<b>Total Investments</b>		<b>6,843,898</b>	<b>6,893,617</b>		
<b>Other Net Assets</b>			(15,136)		(0.2)
<b>Net Assets</b>			<b>6,878,481</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Desjardins SocieTerra Canadian Bond Fund	54.6%
Desjardins SocieTerra Canadian Equity Fund	10.6%
Desjardins SocieTerra American Equity Fund	10.3%
Desjardins SocieTerra Environmental Bond Fund	4.2%
Desjardins SocieTerra Global Bond Fund	3.7%
Desjardins SocieTerra Emerging Markets Equity Fund	3.5%
Desjardins SocieTerra Cleantech Fund	3.4%
Desjardins SocieTerra International Equity Fund	3.3%
Desjardins SocieTerra Diversity Fund	1.6%
Desjardins Global Government Bond Index Fund	1.4%
Desjardins SocieTerra Environment Fund	1.4%
Desjardins SocieTerra Positive Change Fund	1.4%
Cash and Cash Equivalents	0.6%

NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS**

**Objective of the Fund**

To provide income and a moderate long-term capital appreciation by investing primarily in Canadian and foreign equity and fixed-income securities and/or in units of mutual funds, which themselves invest primarily in Canadian or foreign equity and fixed-income securities. The Fund follows a responsible approach to investing

**Strategy of the Fund**

To reach the Fund's investment objective, selection of the securities and/or the underlying funds, as well as the percentage of the assets that will be invested in each of these securities or underlying funds will be based on the following target weightings: Fixed-income (65%) and Growth (35%). The principal risk factors of this Fund are credit risk, foreign currency risk, market risk, sovereign risk and interest rate risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)**

**Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	6,894	—	—	6,894
<b>TOTAL</b>	<b>6,894</b>	<b>—</b>	<b>—</b>	<b>6,894</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	331	—	—	331
<b>TOTAL</b>	<b>331</b>	<b>—</b>	<b>—</b>	<b>331</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)**

**Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks. Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification. Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's best estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, with all other variables held constant, is as follows:

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	<b>%</b>	<b>\$</b>	<b>\$</b>
FTSE Canada Universe Bond (52%)	1.00	36	2
Bloomberg Barclays Multiverse Hedged (13%)	1.00	9	—
MSCI Canada (10.5%)	3.00	22	1
MSCI All Country World ex Canada IMI (24.5%)	3.00	51	2

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – MODERATE – DESJARDINS SOCIETERRA (continued)

### FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past two periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020*
<b>Net Assets and Net Asset Value Per Unit (\$)</b>		
Series 5	<b>5.12</b>	5.09
Series 6	<b>5.15</b>	5.09
Series 7	<b>5.18</b>	5.10
Series 8	<b>5.17</b>	5.09
<b>Ratios and Supplemental Data</b>		
Net Asset Value (\$000's)		
Series 5	<b>495</b>	81
Series 6	<b>2,443</b>	86
Series 7	<b>83</b>	82
Series 8	<b>3,858</b>	82
Number of units outstanding (000)		
Series 5	<b>97</b>	16
Series 6	<b>474</b>	17
Series 7	<b>16</b>	16
Series 8	<b>746</b>	16
Management expense ratio (MER) <sup>1</sup> (%)		
Series 5	<b>2.80</b>	2.87
Series 6	<b>2.41</b>	2.41
Series 7	<b>1.90</b>	1.90
Series 8	<b>2.02</b>	2.07
Portfolio turnover rate <sup>2</sup> (%)	<b>6.64</b>	0.09

\* Beginning of operations in November 2020.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

# DFS GIF – BALANCED – DESJARDINS SOCIETERRA\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading “Strategy in using Financial Instruments”

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Desjardins SocieTerra Canadian Bond Fund	41.9%
Desjardins SocieTerra American Equity Fund	14.9%
Desjardins SocieTerra Canadian Equity Fund	14.9%
Desjardins SocieTerra International Equity Fund	5.0%
Desjardins SocieTerra Cleantech Fund	4.8%
Desjardins SocieTerra Emerging Markets Equity Fund	4.7%
Desjardins SocieTerra Environmental Bond Fund	3.2%
Desjardins SocieTerra Global Bond Fund	2.8%
Desjardins SocieTerra Diversity Fund	2.3%
Desjardins SocieTerra Environment Fund	2.1%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	10,349	3.5%	10,408	4.1%	10,470	4.7%	10,430	4.3%
3 Years	13,015	9.2%	13,099	9.4%	13,327	10.0%	13,232	9.8%
5 Years	13,130	5.6%	13,257	5.8%	13,645	6.4%	—	—
Since Inception	13,640	5.1%	13,780	5.3%	14,260	5.9%	13,100	7.6%

\* This Fund is composed of units of the corresponding underlying investment funds.

# DFS GIF – BALANCED – DESJARDINS SOCIETERRA (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	4,293	59,495
Investments at fair value through profit or loss (FVTPL)	97,166,611	46,542,480
Premiums receivable	80,458	436,635
	<u>97,251,362</u>	<u>47,038,610</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	185,536	85,472
Withdrawals payable	71,257	93,448
Payable for securities purchased	60,976	107,569
	<u>317,769</u>	<u>286,489</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>96,933,593</b></u>	<u>46,752,121</u>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>6.82</u>	6.59
Series 6	<u>6.89</u>	6.62
Series 7	<u>7.13</u>	6.81
Series 8	<u>6.55</u>	6.28

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	2,555,590	501,814
Changes in fair value:		
Net realized gain (loss) on investments	263,340	192,849
Net unrealized gain (loss) on investments	2,338,050	4,744,011
	<u>5,156,980</u>	<u>5,438,674</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	1,531,491	767,482
Operating expenses	244,811	112,805
	<u>1,776,302</u>	<u>880,287</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>3,380,678</b></u>	<u>4,558,387</u>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	731,062	1,187,761
- per unit	0.26	0.79
Average Number of Units	<u>2,829,703</u>	<u>1,501,374</u>
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	1,242,342	1,779,818
- per unit	0.30	0.82
Average Number of Units	<u>4,167,137</u>	<u>2,169,664</u>
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	423,211	471,739
- per unit	0.39	0.68
Average Number of Units	<u>1,079,515</u>	<u>697,803</u>
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	984,063	1,119,069
- per unit	0.29	0.84
Average Number of Units	<u>3,348,206</u>	<u>1,326,345</u>

The accompanying Notes are an integral part of these financial statements



STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>46,752,121</b>	30,455,446
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>3,380,678</b>	4,558,387
Premiums		
Series 5	<b>15,390,887</b>	4,694,431
Series 6	<b>24,157,995</b>	9,065,165
Series 7	<b>4,378,540</b>	69,582
Series 8	<b>21,291,284</b>	6,301,087
	<b>65,218,706</b>	20,130,265
Withdrawals		
Series 5	<b>(5,130,199)</b>	(2,224,781)
Series 6	<b>(7,364,645)</b>	(3,710,045)
Series 7	<b>(589,820)</b>	(1,244,795)
Series 8	<b>(5,333,248)</b>	(1,212,356)
	<b>(18,417,912)</b>	(8,391,977)
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>96,933,593</b>	46,752,121

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>3,380,678</b>	4,558,387
Adjustments for:		
Net realized (gain) loss	<b>(263,340)</b>	(192,849)
Net unrealized (gain) loss	<b>(2,338,050)</b>	(4,744,011)
Non-cash distribution from investments	<b>(2,555,590)</b>	(501,814)
Proceeds from sale/maturity of investments	<b>2,507,583</b>	3,226,539
Investments purchased	<b>(47,974,734)</b>	(13,906,363)
Accrued expenses	<b>100,064</b>	20,661
Payable for securities purchased	<b>(46,593)</b>	40,901
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>(47,189,982)</b>	(11,498,549)
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	<b>65,574,883</b>	19,916,224
Amounts paid on withdrawals	<b>(18,440,103)</b>	(8,367,352)
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>47,134,780</b>	11,548,872
Increase (decrease) in cash/ bank overdraft	<b>(55,202)</b>	50,323
Cash (bank overdraft), beginning of period	<b>59,495</b>	9,172
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>4,293</b>	59,495

The accompanying Notes are an integral part of these financial statements

# DFS GIF – BALANCED – DESJARDINS SOCIETERRA (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.2
SocieTerra Balanced Portfolio, I-Class	7,902,294	88,579,460	97,166,611		
<b>Total Investments</b>		<b>88,579,460</b>	<b>97,166,611</b>		
<b>Other Net Assets</b>			(233,018)		(0.2)
<b>Net Assets</b>			<b>96,933,593</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Desjardins SocieTerra Canadian Bond Fund	41.9%
Desjardins SocieTerra American Equity Fund	14.9%
Desjardins SocieTerra Canadian Equity Fund	14.9%
Desjardins SocieTerra International Equity Fund	5.0%
Desjardins SocieTerra Cleantech Fund	4.8%
Desjardins SocieTerra Emerging Markets Equity Fund	4.7%
Desjardins SocieTerra Environmental Bond Fund	3.2%
Desjardins SocieTerra Global Bond Fund	2.8%
Desjardins SocieTerra Diversity Fund	2.3%
Desjardins SocieTerra Environment Fund	2.1%
Desjardins SocieTerra Positive Change Fund	1.9%
Desjardins Global Government Bond Index Fund	1.1%
Cash and Cash Equivalents	0.4%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To achieve a balance between long-term capital appreciation and income by investing primarily in Canadian and, to a lesser extent, foreign equity and fixed-income securities and/or in units of mutual funds, which themselves invest primarily in Canadian or foreign equity and fixed-income securities. The Fund follows a responsible approach to investing

#### Strategy of the Fund

To reach the Fund's investment objective, selection of the securities and/or the underlying funds as well as the percentage of the assets that will be invested in each of these securities or underlying funds will be based on the following target weightings: Fixed-income (50%) and Growth (50%)

The principal risk factors of this Fund are foreign currency risk, credit risk, market risk and interest rate risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	97,167	—	—	97,167
<b>TOTAL</b>	<b>97,167</b>	<b>—</b>	<b>—</b>	<b>97,167</b>

  

December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	46,542	—	—	46,542
<b>TOTAL</b>	<b>46,542</b>	<b>—</b>	<b>—</b>	<b>46,542</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	%	\$	\$
FTSE Canada Universe Bond (40%)	1.00	387	185
Bloomberg Barclays Multiverse Hedged (10%)	1.00	97	46
MSCI Canada (15%)	3.00	435	208
MSCI All Country World ex Canada IMI (35%)	3.00	1,016	485

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 5	<b>6.82</b>	6.59	5.84	5.24	5.38
Series 6	<b>6.89</b>	6.62	5.86	5.26	5.39
Series 7	<b>7.13</b>	6.81	5.99	5.35	5.45
Series 8*	<b>6.55</b>	6.28	5.54	4.95	—
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 5	<b>23,292</b>	12,300	8,643	6,999	7,226
Series 6	<b>36,045</b>	18,009	10,875	8,645	10,325
Series 7	<b>8,480</b>	4,268	4,972	4,720	4,741
Series 8*	<b>29,116</b>	12,174	5,966	3,910	—
<b>Number of units outstanding (000)</b>					
Series 5	<b>3,416</b>	1,868	1,481	1,335	1,342
Series 6	<b>5,235</b>	2,720	1,855	1,644	1,915
Series 7	<b>1,190</b>	627	829	883	869
Series 8*	<b>4,444</b>	1,939	1,077	789	—
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 5	<b>2.86</b>	2.82	2.82	2.81	2.81
Series 6	<b>2.41</b>	2.38	2.70	2.68	2.70
Series 7	<b>1.86</b>	1.81	2.12	2.13	2.11
Series 8*	<b>2.07</b>	2.05	2.38	2.42	—
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>3.35</b>	9.34	10.38	7.89	6.94

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

# DFS GIF – GROWTH – DESJARDINS SOCIETERRA\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Desjardins SocieTerra Canadian Bond Fund	33.6%
Desjardins SocieTerra American Equity Fund	18.1%
Desjardins SocieTerra Canadian Equity Fund	17.7%
Desjardins SocieTerra International Equity Fund	6.1%
Desjardins SocieTerra Cleantech Fund	5.6%
Desjardins SocieTerra Emerging Markets Equity Fund	5.5%
Desjardins SocieTerra Diversity Fund	2.8%
Desjardins SocieTerra Environment Fund	2.5%
Desjardins SocieTerra Environmental Bond Fund	2.5%
Desjardins SocieTerra Positive Change Fund	2.3%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	10,544	5.4%	10,575	5.8%	10,631	6.3%	10,617	6.2%
3 Years	13,588	10.8%	13,649	10.9%	13,840	11.4%	13,778	11.3%
Since Inception	13,180	7.8%	13,240	7.9%	13,480	8.4%	13,420	8.3%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	26,114	25,170
Investments at fair value through profit or loss (FVTPL)	60,485,953	25,432,179
Premiums receivable	52,658	168,469
	<u>60,564,725</u>	<u>25,625,818</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	120,694	45,910
Withdrawals payable	45,211	—
Payable for securities purchased	75,989	149,948
	<u>241,894</u>	<u>195,858</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>60,322,831</b></u>	<u>25,429,960</u>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>6.59</u>	6.25
Series 6	<u>6.62</u>	6.26
Series 7	<u>6.74</u>	6.34
Series 8	<u>6.71</u>	6.32

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	1,204,161	255,288
Changes in fair value:		
Net realized gain (loss) on investments	282,915	144,862
Net unrealized gain (loss) on investments	2,263,515	2,508,079
	<u>3,750,591</u>	<u>2,908,229</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	1,004,461	385,548
Operating expenses	99,840	35,679
	<u>1,104,301</u>	<u>421,227</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>2,646,290</b></u>	<u>2,487,002</u>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	705,881	398,720
- per unit	0.35	1.00
Average Number of Units	<u>2,032,733</u>	<u>399,482</u>
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	1,006,632	1,096,014
- per unit	0.38	0.86
Average Number of Units	<u>2,614,994</u>	<u>1,278,586</u>
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	54,100	23,783
- per unit	0.47	0.82
Average Number of Units	<u>114,344</u>	<u>29,140</u>
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	879,677	968,485
- per unit	0.40	0.89
Average Number of Units	<u>2,218,641</u>	<u>1,089,536</u>

The accompanying Notes are an integral part of these financial statements

# DFS GIF – GROWTH – DESJARDINS SOCIETERRA (continued)

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>25,429,960</b>	11,131,427
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>2,646,290</b>	2,487,002
Premiums		
Series 5	17,073,386	4,437,719
Series 6	14,507,638	6,450,968
Series 7	553,848	160,280
Series 8	12,375,913	4,104,624
	<b>44,510,785</b>	15,153,591
Withdrawals		
Series 5	(4,085,411)	(796,280)
Series 6	(5,031,087)	(2,189,422)
Series 7	(128,121)	(118)
Series 8	(3,019,585)	(356,240)
	<b>(12,264,204)</b>	(3,342,060)
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>60,322,831</b>	25,429,960

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>2,646,290</b>	2,487,002
Adjustments for:		
Net realized (gain) loss	<b>(282,915)</b>	(144,862)
Net unrealized (gain) loss	<b>(2,263,515)</b>	(2,508,079)
Non-cash distribution from investments	<b>(1,204,161)</b>	(255,288)
Proceeds from sale/maturity of investments	<b>3,085,118</b>	1,516,029
Investments purchased	<b>(34,388,301)</b>	(12,901,680)
Receivable for securities sold	—	1,002
Accrued expenses	<b>74,784</b>	22,182
Payable for securities purchased	<b>(73,959)</b>	8,697
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>(32,406,659)</b>	(11,774,997)
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	<b>44,626,596</b>	15,152,842
Amounts paid on withdrawals	<b>(12,218,993)</b>	(3,352,687)
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>32,407,603</b>	11,800,155
Increase (decrease) in cash/ bank overdraft	<b>944</b>	25,158
Cash (bank overdraft), beginning of period	<b>25,170</b>	12
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>26,114</b>	25,170

The accompanying Notes are an integral part of these financial statements



## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST	FAIR VALUE	
		\$	\$	%
Investment Funds				100.3
SocieTerra Growth Portfolio, I-Class	4,558,441	55,126,363	60,485,953	
Total Investments		<b>55,126,363</b>	<b>60,485,953</b>	
Other Net Assets			(163,122)	(0.3)
Net Assets			<b>60,322,831</b>	100

The accompanying Notes are an integral part of these financial statements

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Desjardins SocieTerra Canadian Bond Fund	33.6%
Desjardins SocieTerra American Equity Fund	18.1%
Desjardins SocieTerra Canadian Equity Fund	17.7%
Desjardins SocieTerra International Equity Fund	6.1%
Desjardins SocieTerra Cleantech Fund	5.6%
Desjardins SocieTerra Emerging Markets Equity Fund	5.5%
Desjardins SocieTerra Diversity Fund	2.8%
Desjardins SocieTerra Environment Fund	2.5%
Desjardins SocieTerra Environmental Bond Fund	2.5%
Desjardins SocieTerra Positive Change Fund	2.3%
Desjardins SocieTerra Global Bond Fund	2.2%
Desjardins Global Government Bond Index Fund	0.8%
Cash and Cash Equivalents	0.3%

NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS**

**Objective of the Fund**

To provide long-term capital appreciation and, to a lesser extent, income. The Fund invests in Canadian and foreign equity and fixed-income bonds and/or in units of mutual funds, which themselves invest primarily in Canadian or foreign equity and fixed-income bonds. The Fund follows a responsible approach to investing

**Strategy of the Fund**

To reach the Fund's investment objective, selection of the securities and/or the underlying fund as well as the percentage of the assets that will be invested in each of these securities or underlying funds will be based on the following target weightings: Fixed-income (40%) and Growth (60%)  
The principal risk factors of this Fund are foreign currency risk, credit risk, market risk and interest rate risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)**

**Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	60,486	—	—	60,486
<b>TOTAL</b>	<b>60,486</b>	<b>—</b>	<b>—</b>	<b>60,486</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	25,432	—	—	25,432
<b>TOTAL</b>	<b>25,432</b>	<b>—</b>	<b>—</b>	<b>25,432</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)**

**Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks  
Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification  
Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

As at December 31, 2021, the Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners December 31, 2021
<b>Benchmarks</b>	%	\$
FTSE Canada Universe Bond (32%)	1.00	185
Bloomberg Barclays Multiverse Hedged (8%)	1.00	46
MSCI Canada (18%)	3.00	312
MSCI All Country World ex Canada IMI (42%)	3.00	729

As at December 31, 2020, the Manager's best estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, with all other variables held constant, is as follows:

	Change in Price	Impact on Net Assets Attributable to Contract Owners December 31, 2020
<b>Benchmarks</b>	%	\$
FTSE Canada Universe Bond (32%)	1.00	81
Bloomberg Barclays Multiverse Hedged (8%)	1.00	20
MSCI Canada (18%)	3.00	137
MSCI All Country World ex Canada IMI (42%)	3.00	320

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past four periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018*
<b>Net Assets and Net Asset Value Per Unit (\$)</b>				
Series 5	<b>6.59</b>	6.25	5.51	4.85
Series 6	<b>6.62</b>	6.26	5.51	4.85
Series 7	<b>6.74</b>	6.34	5.56	4.87
Series 8	<b>6.71</b>	6.32	5.55	4.87
<b>Ratios and Supplemental Data</b>				
<b>Net Asset Value (\$000's)</b>				
Series 5	<b>19,471</b>	5,777	1,737	587
Series 6	<b>20,918</b>	10,435	5,077	1,258
Series 7	<b>819</b>	340	156	136
Series 8	<b>19,115</b>	8,879	4,162	1,435
<b>Number of units outstanding (000)</b>				
Series 5	<b>2,956</b>	924	315	121
Series 6	<b>3,160</b>	1,667	921	259
Series 7	<b>122</b>	54	28	28
Series 8	<b>2,847</b>	1,404	750	295
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>				
Series 5	<b>2.95</b>	2.84	2.83	2.93
Series 6	<b>2.48</b>	2.49	2.85	2.81
Series 7	<b>2.00</b>	2.01	2.36	2.31
Series 8	<b>2.12</b>	2.09	2.42	2.48
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>6.93</b>	9.42	2.54	1.46

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

# DFS GIF – MAXIMUM GROWTH – DESJARDINS SOCIETERRA\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Desjardins SocieTerra American Equity Fund	24.1%
Desjardins SocieTerra Canadian Equity Fund	23.3%
Desjardins SocieTerra Canadian Bond Fund	16.6%
Desjardins SocieTerra International Equity Fund	8.4%
Desjardins SocieTerra Emerging Markets Equity Fund	7.2%
Desjardins SocieTerra Cleantech Fund	7.2%
Desjardins SocieTerra Diversity Fund	3.7%
Desjardins SocieTerra Environment Fund	3.4%
Desjardins SocieTerra Positive Change Fund	3.1%
Desjardins SocieTerra Environmental Bond Fund	1.2%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	10,847	8.5%	10,906	9.1%	10,955	9.5%	10,928	9.3%
3 Years	14,576	13.4%	14,700	13.7%	14,907	14.2%	14,835	14.0%
Since Inception	14,080	9.7%	14,200	10.0%	14,460	10.5%	14,360	10.3%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	17,360	1,010
Investments at fair value through profit or loss (FVTPL)	13,295,807	3,527,223
Premiums receivable	2,276	204,106
	<u>13,315,443</u>	<u>3,732,339</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	26,812	6,961
Withdrawals payable	1,619	475
Payable for securities purchased	17,145	202,930
	<u>45,576</u>	<u>210,366</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>13,269,867</b></u>	<u>3,521,973</u>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>7.04</u>	6.49
Series 6	<u>7.10</u>	6.51
Series 7	<u>7.23</u>	6.60
Series 8	<u>7.18</u>	6.57

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	190,925	29,009
Changes in fair value:		
Net realized gain (loss) on investments	36,918	41,043
Net unrealized gain (loss) on investments	748,569	441,442
	<u>976,412</u>	<u>511,494</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	189,038	69,694
Operating expenses	18,810	5,936
	<u>207,848</u>	<u>75,630</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>768,564</b></u>	<u>435,864</u>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	46,332	43,829
- per unit	<u>0.48</u>	0.94
Average Number of Units	<u>97,530</u>	46,566
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	381,956	291,297
- per unit	<u>0.61</u>	0.96
Average Number of Units	<u>630,314</u>	304,107
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	17,914	25,953
- per unit	<u>0.64</u>	0.93
Average Number of Units	<u>28,177</u>	28,000
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	322,362	74,785
- per unit	<u>0.71</u>	1.07
Average Number of Units	<u>451,090</u>	69,971

The accompanying Notes are an integral part of these financial statements

## DFS GIF – MAXIMUM GROWTH – DESJARDINS SOCIETERRA (continued)

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>3,521,973</b>	2,057,044
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>768,564</b>	435,864
Premiums		
Series 5	713,067	113,624
Series 6	4,726,713	1,014,596
Series 7	18,410	—
Series 8	4,980,933	504,895
	<b>10,439,123</b>	1,633,115
Withdrawals		
Series 5	(107,254)	(28,715)
Series 6	(905,463)	(553,730)
Series 7	(18,699)	—
Series 8	(428,377)	(21,605)
	<b>(1,459,793)</b>	(604,050)
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>13,269,867</b>	3,521,973

### STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>768,564</b>	435,864
Adjustments for:		
Net realized (gain) loss	<b>(36,918)</b>	(41,043)
Net unrealized (gain) loss	<b>(748,569)</b>	(441,442)
Non-cash distribution from investments	<b>(190,925)</b>	(29,009)
Proceeds from sale/maturity of investments	<b>300,125</b>	332,249
Investments purchased	<b>(9,092,297)</b>	(1,286,560)
Accrued expenses	<b>19,851</b>	1,926
Payable for securities purchased	<b>(185,785)</b>	202,475
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>(9,165,954)</b>	(825,540)
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	<b>10,640,953</b>	1,429,389
Amounts paid on withdrawals	<b>(1,458,649)</b>	(603,924)
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>9,182,304</b>	825,465
Increase (decrease) in cash/ bank overdraft	<b>16,350</b>	(75)
Cash (bank overdraft), beginning of period	<b>1,010</b>	1,085
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>17,360</b>	1,010

The accompanying Notes are an integral part of these financial statements



## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST	FAIR VALUE	
		\$	\$	%
Investment Funds				100.2
SocieTerra Maximum Growth Portfolio, I-Class	938,373	11,926,291	13,295,807	
<b>Total Investments</b>		<b>11,926,291</b>	<b>13,295,807</b>	
Other Net Assets			(25,940)	(0.2)
<b>Net Assets</b>			<b>13,269,867</b>	100

The accompanying Notes are an integral part of these financial statements

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Desjardins SocieTerra American Equity Fund	24.1%
Desjardins SocieTerra Canadian Equity Fund	23.3%
Desjardins SocieTerra Canadian Bond Fund	16.6%
Desjardins SocieTerra International Equity Fund	8.4%
Desjardins SocieTerra Emerging Markets Equity Fund	7.2%
Desjardins SocieTerra Cleantech Fund	7.2%
Desjardins SocieTerra Diversity Fund	3.7%
Desjardins SocieTerra Environment Fund	3.4%
Desjardins SocieTerra Positive Change Fund	3.1%
Desjardins SocieTerra Environmental Bond Fund	1.2%
Desjardins SocieTerra Global Bond Fund	1.1%
Desjardins Global Government Bond Index Fund	0.4%
Cash and Cash Equivalents	0.3%

# DFS GIF – MAXIMUM GROWTH – DESJARDINS SOCIETERRA (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To achieve long-term capital appreciation. The Fund invests in Canadian and foreign equity and fixed-income bonds and/or in units of mutual funds, which themselves invest primarily in Canadian or foreign equity and fixed-income bonds. The Fund follows a responsible approach to investing

#### Strategy of the Fund

To reach the Fund's investment objective, selection of the securities and/or the underlying fund as well as the percentage of the assets that will be invested in each of these securities or underlying funds will be based on the following target weightings: Fixed-income (20%) and Growth (80%)

The principal risk factors of this Fund are foreign currency risk, credit risk, market risk and interest rate risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	13,296	—	—	13,296
<b>TOTAL</b>	<b>13,296</b>	<b>—</b>	<b>—</b>	<b>13,296</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	3,527	—	—	3,527
<b>TOTAL</b>	<b>3,527</b>	<b>—</b>	<b>—</b>	<b>3,527</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

As at December 31, 2021, the Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners December 31, 2021
<b>Benchmarks</b>	%	\$
FTSE Canada Universe Bond (16%)	1.00	19
Bloomberg Barclays Multiverse Hedged (4%)	1.00	5
MSCI Canada (24%)	3.00	88
MSCI All Country World ex Canada IMI (56%)	3.00	204

As at December 31, 2020, the Manager's best estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, with all other variables held constant, is as follows:

	Change in Price	Impact on Net Assets Attributable to Contract Owners December 31, 2020
<b>Benchmarks</b>	%	\$
FTSE Canada Universe Bond (16%)	1.00	6
Bloomberg Barclays Multiverse Hedged (4%)	1.00	1
MSCI Canada (24%)	3.00	25
MSCI All Country World ex Canada IMI (56%)	3.00	59

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

## DFS GIF – MAXIMUM GROWTH – DESJARDINS SOCIETERRA (continued)

### NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

#### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past four periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018*
<b>Net Assets and Net Asset Value Per Unit (\$)</b>				
Series 5	<b>7.04</b>	6.49	5.61	4.83
Series 6	<b>7.10</b>	6.51	5.63	4.83
Series 7	<b>7.23</b>	6.60	5.67	4.85
Series 8	<b>7.18</b>	6.57	5.65	4.84
<b>Ratios and Supplemental Data</b>				
<b>Net Asset Value (\$000's)</b>				
Series 5	<b>996</b>	344	215	176
Series 6	<b>6,361</b>	2,158	1,405	536
Series 7	<b>202</b>	185	159	136
Series 8	<b>5,711</b>	836	278	240
<b>Number of units outstanding (000)</b>				
Series 5	<b>141</b>	53	38	36
Series 6	<b>896</b>	331	250	111
Series 7	<b>28</b>	28	28	28
Series 8	<b>795</b>	127	49	50
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>				
Series 5	<b>3.03</b>	3.14	3.16	3.09
Series 6	<b>2.58</b>	2.62	3.02	2.98
Series 7	<b>2.13</b>	2.13	2.53	2.48
Series 8	<b>2.29</b>	2.30	2.70	2.64
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>3.63</b>	12.73	9.42	4.55

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

# DFS GIF – 100% EQUITY – DESJARDINS SOCIETERRA\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Desjardins SocieTerra American Equity Fund	31.1%
Desjardins SocieTerra Canadian Equity Fund	28.4%
Desjardins SocieTerra International Equity Fund	11.2%
Desjardins SocieTerra Emerging Markets Equity Fund	8.5%
Desjardins SocieTerra Cleantech Fund	7.5%
Desjardins SocieTerra Diversity Fund	4.6%
Desjardins SocieTerra Environment Fund	4.4%
Desjardins SocieTerra Positive Change Fund	3.9%
Cash and Cash Equivalents	0.4%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021\*\* — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year Since Inception	11,204	12.0%	11,240	12.4%	11,298	13.0%	11,298	13.0%
	11,540	13.6%	11,600	14.1%	11,660	14.7%	11,660	14.7%

\* This Fund is composed of units of the corresponding underlying investment funds.

\*\*Beginning of operations in November 2020.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	635	—
Investments at fair value through profit or loss (FVTPL)	2,379,724	634,707
Premiums receivable	138	41,700
	<u>2,380,497</u>	<u>676,407</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	—	2
Accrued expenses	5,269	977
Withdrawals payable	822	170
Payable for securities purchased	635	41,700
	<u>6,726</u>	<u>42,849</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>2,373,771</b></u>	<u>633,558</u>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>5.77</u>	5.15
Series 6	<u>5.80</u>	5.16
Series 7	<u>5.83</u>	5.16
Series 8	<u>5.83</u>	5.16

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020*
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	34,996	12,052
Changes in fair value:		
Net realized gain (loss) on investments	2,820	4
Net unrealized gain (loss) on investments	156,372	3,429
	<u>194,188</u>	<u>15,485</u>
<b>EXPENSES</b>		
Management fees and Operating expenses	36,292	1,237
	<u>3,377</u>	<u>115</u>
	<u>39,669</u>	<u>1,352</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>154,519</b></u>	<u>14,133</u>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	23,992	3,449
- per unit	0.53	0.18
Average Number of Units	44,865	19,039
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	67,124	3,483
- per unit	0.54	0.17
Average Number of Units	125,394	20,654
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	11,288	2,584
- per unit	0.64	0.16
Average Number of Units	17,767	16,000
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	52,115	4,617
- per unit	0.68	0.19
Average Number of Units	77,034	23,872

\* Beginning of operations in November 2020.

The accompanying Notes are an integral part of these financial statements

# DFS GIF – 100% EQUITY – DESJARDINS SOCIETERRA (continued)

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31	2021	2020*
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>633,558</b>	—
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>154,519</b>	14,133
<b>PREMIUMS</b>		
Series 5	<b>155,583</b>	127,570
Series 6	<b>1,403,732</b>	194,019
Series 7	<b>25,699</b>	80,001
Series 8	<b>516,848</b>	218,005
Subtotal	<b>2,101,862</b>	619,595
<b>WITHDRAWALS</b>		
Series 5	<b>(20,672)</b>	(43)
Series 6	<b>(253,448)</b>	(57)
Series 7	—	—
Series 8	<b>(242,048)</b>	(70)
Subtotal	<b>(516,168)</b>	(170)
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>2,373,771</b>	633,558

## STATEMENT OF CASH FLOWS

Periods Ended December 31	2021	2020*
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>154,519</b>	14,133
Adjustments for:		
Net realized (gain) loss	<b>(2,820)</b>	(4)
Net unrealized (gain) loss	<b>(156,372)</b>	(3,429)
Non-cash distribution from investments	<b>(34,996)</b>	(12,052)
Proceeds from sale/maturity of investments	<b>76,506</b>	358
Investments purchased	<b>(1,627,335)</b>	(619,580)
Accrued expenses	<b>4,292</b>	977
Payable for securities purchased	<b>(41,065)</b>	41,700
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>(1,627,271)</b>	(577,897)
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	<b>2,143,424</b>	577,895
Amounts paid on withdrawals	<b>(515,516)</b>	—
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>1,627,908</b>	577,895
Increase (decrease) in cash/bank overdraft	<b>637</b>	(2)
Cash (bank overdraft), beginning of period	<b>(2)</b>	—
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>635</b>	(2)

\* Beginning of operations in November 2020.

The accompanying Notes are an integral part of these financial statements



## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST	FAIR VALUE	
		\$	\$	%
Investment Funds				100.3
SocieTerra 100% Equity Portfolio, I-Class	168,381	2,219,925	2,379,724	
<b>Total Investments</b>		<b>2,219,925</b>	<b>2,379,724</b>	
Other Net Assets			(5,953)	(0.3)
<b>Net Assets</b>			<b>2,373,771</b>	100

The accompanying Notes are an integral part of these financial statements

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Desjardins SocieTerra American Equity Fund	31.1%
Desjardins SocieTerra Canadian Equity Fund	28.4%
Desjardins SocieTerra International Equity Fund	11.2%
Desjardins SocieTerra Emerging Markets Equity Fund	8.5%
Desjardins SocieTerra Cleantech Fund	7.5%
Desjardins SocieTerra Diversity Fund	4.6%
Desjardins SocieTerra Environment Fund	4.4%
Desjardins SocieTerra Positive Change Fund	3.9%
Cash and Cash Equivalents	0.4%

NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS**

**Objective of the Fund**

To provide long-term capital appreciation by investing in Canadian and foreign equity and/or in units of mutual funds, which themselves invest in Canadian or foreign equity. The Fund follows a responsible approach to investing

**Strategy of the Fund**

The selection of the securities and/or the underlying funds as well as the percentage of the assets that will be invested in each of these securities or underlying funds will be based on management style diversification, geographical diversification and market capitalization diversification

The principal risk factors of this Fund are foreign currency risk, sovereign risk and market risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)**

**Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	2,380	—	—	2,380
<b>TOTAL</b>	<b>2,380</b>	<b>—</b>	<b>—</b>	<b>2,380</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	635	—	—	635
<b>TOTAL</b>	<b>635</b>	<b>—</b>	<b>—</b>	<b>635</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)**

**Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks. Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification. Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's best estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, with all other variables held constant, is as follows:

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	<b>%</b>	<b>\$</b>	<b>\$</b>
MSCI Canada (30%)	3.00	21	6
MSCI All Country World ex Canada IMI (70%)	3.00	50	13

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – 100% EQUITY – DESJARDINS SOCIETERRA (continued)

### FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past four periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020*
<b>Net Assets and Net Asset Value Per Unit (\$)</b>		
Series 5	<b>5.77</b>	5.15
Series 6	<b>5.80</b>	5.16
Series 7	<b>5.83</b>	5.16
Series 8	<b>5.83</b>	5.16
<b>Ratios and Supplemental Data</b>		
Net Asset Value (\$000's)		
Series 5	<b>290</b>	131
Series 6	<b>1,415</b>	197
Series 7	<b>120</b>	83
Series 8	<b>549</b>	223
Number of units outstanding (000)		
Series 5	<b>50</b>	25
Series 6	<b>244</b>	38
Series 7	<b>21</b>	16
Series 8	<b>94</b>	43
Management expense ratio (MER) <sup>1</sup> (%)		
Series 5	<b>3.11</b>	3.22
Series 6	<b>2.71</b>	2.76
Series 7	<b>2.24</b>	2.24
Series 8	<b>2.30</b>	2.41
Portfolio turnover rate <sup>2</sup> (%)	<b>5.23</b>	0.07

\* Beginning of operations in November 2020.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.



# Wise ETF Portfolios

DFS GUARANTEED INVESTMENT FUNDS

# DFS GIF – FIXED INCOME – DESJARDINS WISE ETF\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Desjardins Canadian Universe Bond Index ETF	73.8%
iShares JPMorgan USD Emerging Markets Bond Index ETF	7.3%
iShares Global Government Bond ETF	5.7%
Desjardins Global Total Return Bond Fund	4.9%
Desjardins Global Tactical Bond Fund	4.9%
Vanguard Global ex-U.S. Aggregate Bond Index ETF	1.0%
Cash and Cash Equivalents	0.9%
Vanguard U.S. Aggregate Bond Index ETF	0.8%
Vanguard FTSE Canada All Cap Index ETF	0.3%
iShares Core MSCI Emerging Markets ETF	0.2%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021\*\* — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	9,528	(4.7%)	9,607	(3.9%)	9,666	(3.3%)	—	—
Since Inception	9,680	(2.9%)	9,780	(2.0%)	9,840	(1.4%)	9,820	(1.6%)

\* This Fund is composed of units of the corresponding underlying investment funds.

\*\* Beginning of operations in November 2020.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Investments at fair value through profit or loss (FVTPL)	343,357	293,585
Premiums receivable	—	25,000
	<u>343,357</u>	<u>318,585</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	453	347
Withdrawals payable	11	—
	<u>464</u>	<u>347</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>342,893</b></u>	<u>318,238</u>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>4.84</u>	5.08
Series 6	<u>4.89</u>	5.09
Series 7	<u>4.92</u>	5.09
Series 8	<u>4.91</u>	5.09

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020*
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	8,535	5,279
Changes in fair value:		
Net realized gain (loss) on investments	(2,406)	9
Net unrealized gain (loss) on investments	(12,358)	(288)
	<u>(6,229)</u>	<u>5,000</u>
<b>EXPENSES</b>		
Management fees and Operating expenses	4,629	429
	<u>778</u>	<u>66</u>
	<u>5,407</u>	<u>495</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>(11,636)</b></u>	<u>4,505</u>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	(2,359)	801
- per unit	(0.24)	0.08
Average Number of Units	<u>10,001</u>	10,000
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	(1,729)	857
- per unit	(0.08)	0.09
Average Number of Units	<u>21,272</u>	10,001
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	(1,689)	890
- per unit	(0.17)	0.09
Average Number of Units	<u>10,000</u>	10,000
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	(5,859)	1,957
- per unit	(0.21)	0.12
Average Number of Units	<u>27,724</u>	16,955

\* Beginning of operations in November 2020.

The accompanying Notes are an integral part of these financial statements

# DFS GIF – FIXED INCOME – DESJARDINS WISE ETF (continued)

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020*
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>318,238</b>	—
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>(11,636)</b>	4,505
Premiums		
Series 5	—	50,003
Series 6	<b>95,756</b>	50,005
Series 7	—	50,001
Series 8	—	165,724
	<b>95,756</b>	315,733
Withdrawals		
Series 5	—	—
Series 6	<b>(16,363)</b>	—
Series 7	—	—
Series 8	<b>(43,102)</b>	(2,000)
	<b>(59,465)</b>	(2,000)
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>342,893</b>	318,238

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020*
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>(11,636)</b>	4,505
Adjustments for:		
Net realized (gain) loss	<b>2,406</b>	(9)
Net unrealized (gain) loss	<b>12,358</b>	288
Non-cash distribution from investments	<b>(8,535)</b>	(5,279)
Proceeds from sale/maturity of investments	<b>78,517</b>	2,137
Investments purchased	<b>(134,517)</b>	(290,722)
Accrued expenses	<b>105</b>	347
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>(61,302)</b>	(288,733)
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	<b>120,756</b>	290,733
Amounts paid on withdrawals	<b>(59,454)</b>	(2,000)
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>61,302</b>	288,733
Increase (decrease) in cash/bank overdraft	—	—
Cash (bank overdraft), beginning of period	—	—
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>—</b>	—

\* Beginning of operations in November 2020.

The accompanying Notes are an integral part of these financial statements



## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST	FAIR VALUE	
		\$	\$	%
Investment Funds				100.1
Wise Fixed Income ETF Portfolio, I-Class	34,588	356,002	343,357	
Total Investments		<b>356,002</b>	<b>343,357</b>	
Other Net Assets			(464)	(0.1)
Net Assets			<b>342,893</b>	100

The accompanying Notes are an integral part of these financial statements

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Desjardins Canadian Universe Bond Index ETF	73.8%
iShares JPMorgan USD Emerging Markets Bond Index ETF	7.3%
iShares Global Government Bond ETF	5.7%
Desjardins Global Total Return Bond Fund	4.9%
Desjardins Global Tactical Bond Fund	4.9%
Vanguard Global ex-U.S. Aggregate Bond Index ETF	1.0%
Cash and Cash Equivalents	0.9%
Vanguard U.S. Aggregate Bond Index ETF	0.8%
Vanguard FTSE Canada All Cap Index ETF	0.3%
iShares Core MSCI Emerging Markets ETF	0.2%
iShares Core S&P Small-Cap ETF	0.1%
iShares MSCI EAFE Small-Cap ETF	0.1%

# DFS GIF – FIXED INCOME – DESJARDINS WISE ETF (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide regular income. Consequently, the Fund invests mainly in exchange traded funds, which themselves invest in fixed-income securities in Canada and throughout the world

#### Strategy of the Fund

The selection of the securities as well as the percentage of the assets that will be invested in each of these securities will be based on positioning on the interest-rate curve, management style diversification, geographical diversification and credit risk diversification

The principal risk factors of this Fund are credit risk, interest rate risk and sovereign risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
December 31, 2021				
Financial Assets at FVTPL				
Non-Related Investment Funds	343	—	—	343
<b>TOTAL</b>	<b>343</b>	<b>—</b>	<b>—</b>	<b>343</b>
December 31, 2020				
Financial Assets at FVTPL				
Non-Related Investment Funds	294	—	—	294
<b>TOTAL</b>	<b>294</b>	<b>—</b>	<b>—</b>	<b>294</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks. Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification. Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings.

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's best estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, with all other variables held constant, is as follows:

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	<b>%</b>	<b>\$</b>	<b>\$</b>
FTSE Canada Universe Bond (70%)	1.00	2	2
Bloomberg Barclays Multiverse Hedged (30%)	1.00	1	1

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – FIXED INCOME – DESJARDINS WISE ETF (continued)

### FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past two periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020*
<b>Net Assets and Net Asset Value Per Unit (\$)</b>		
Series 5	<b>4.84</b>	5.08
Series 6	<b>4.89</b>	5.09
Series 7	<b>4.92</b>	5.09
Series 8	<b>4.91</b>	5.09
<b>Ratios and Supplemental Data</b>		
Net Asset Value (\$000's)		
Series 5	<b>48</b>	51
Series 6	<b>129</b>	51
Series 7	<b>49</b>	51
Series 8	<b>117</b>	166
Number of units outstanding (000)		
Series 5	<b>10</b>	10
Series 6	<b>26</b>	10
Series 7	<b>10</b>	10
Series 8	<b>24</b>	33
Management expense ratio (MER) <sup>1</sup> (%)		
Series 5	<b>2.53</b>	2.59
Series 6	<b>1.66</b>	1.72
Series 7	<b>1.15</b>	1.21
Series 8	<b>1.32</b>	1.38
Portfolio turnover rate <sup>2</sup> (%)	<b>23.44</b>	0.87

\* Beginning of operations in November 2020.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

# DFS GIF – CONSERVATIVE – DESJARDINS WISE ETF\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Desjardins Canadian Universe Bond Index ETF	59.1%
Vanguard FTSE Canada All Cap Index ETF	6.3%
iShares JPMorgan USD Emerging Markets Bond Index ETF	5.7%
Desjardins Global Tactical Bond Fund	4.5%
Vanguard S&P 500 Index ETF	4.4%
Desjardins Global Total Return Bond Fund	4.0%
Vanguard Global ex-U.S. Aggregate Bond Index ETF	3.0%
Vanguard U.S. Aggregate Bond Index ETF	2.6%
iShares Core MSCI Emerging Markets ETF	2.4%
iShares Core S&P Small-Cap ETF	1.9%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021\*\* — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	9,861	(1.4%)	9,901	(1.0%)	9,941	(0.6%)	9,921	(0.8%)
Since Inception	9,960	(0.4%)	10,000	0.0%	10,060	0.5%	10,040	0.4%

\* This Fund is composed of units of the corresponding underlying investment funds.

\*\* Beginning of operations in November 2020.

# DFS GIF – CONSERVATIVE – DESJARDINS WISE ETF (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Investments at fair value through profit or loss (FVTPL)	<u>1,376,669</u>	567,335
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	2,261	801
Withdrawals payable	<u>595</u>	168
	<u>2,856</u>	969
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>1,373,813</b></u>	566,366
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>4.98</u>	5.05
Series 6	<u>5.00</u>	5.05
Series 7	<u>5.03</u>	5.06
Series 8	<u>5.02</u>	5.06

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020*
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	44,000	3,830
Changes in fair value:		
Net realized gain (loss) on investments	(1,181)	2
Net unrealized gain (loss) on investments	<u>(25,841)</u>	2,368
	<u>16,978</u>	6,200
<b>EXPENSES</b>		
Management fees and Operating expenses	19,133	986
	<u>2,263</u>	118
	<u>21,396</u>	1,104
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>(4,418)</b></u>	5,096
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	<u>(2,490)</u>	903
- per unit	<u>(0.07)</u>	0.05
Average Number of Units	<u>33,864</u>	16,895
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	<u>(869)</u>	1,204
- per unit	<u>(0.01)</u>	0.06
Average Number of Units	<u>87,398</u>	19,354
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	<u>(457)</u>	938
- per unit	<u>(0.03)</u>	0.06
Average Number of Units	<u>16,000</u>	16,000
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	<u>(602)</u>	2,051
- per unit	<u>(0.01)</u>	0.07
Average Number of Units	<u>60,859</u>	29,262

\* Beginning of operations in November 2020.

The accompanying Notes are an integral part of these financial statements

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020*
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>566,366</u>	—
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>(4,418)</u>	5,096
Premiums		
Series 5	154,213	90,054
Series 6	603,557	133,444
Series 7	—	80,001
Series 8	<u>217,181</u>	<u>258,054</u>
	<u>974,951</u>	561,553
Withdrawals		
Series 5	(83,051)	(283)
Series 6	(73,356)	—
Series 7	—	—
Series 8	<u>(6,679)</u>	<u>—</u>
	<u>(163,086)</u>	(283)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>1,373,813</u>	566,366

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020*
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	(4,418)	5,096
Adjustments for:		
Net realized (gain) loss	1,181	(2)
Net unrealized (gain) loss	25,841	(2,368)
Non-cash distribution from investments	(44,000)	(3,830)
Proceeds from sale/maturity of investments	146,322	405
Investments purchased	(938,676)	(561,540)
Accrued expenses	<u>1,458</u>	<u>801</u>
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>(812,292)</u>	<u>(561,438)</u>
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	974,951	561,553
Amounts paid on withdrawals	(162,659)	(115)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>812,292</u>	<u>561,438</u>
Increase (decrease) in cash/ bank overdraft	—	—
Cash (bank overdraft), beginning of period	—	—
CASH (BANK OVERDRAFT), END OF PERIOD	<u>—</u>	<u>—</u>

\* Beginning of operations in November 2020.

The accompanying Notes are an integral part of these financial statements

# DFS GIF – CONSERVATIVE – DESJARDINS WISE ETF (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.2
Wise Conservative ETF Portfolio, I-Class	132,806	1,400,141	1,376,669		
<b>Total Investments</b>		<b>1,400,141</b>	<b>1,376,669</b>		
<b>Other Net Assets</b>			(2,856)		(0.2)
<b>Net Assets</b>			<b>1,373,813</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Desjardins Canadian Universe Bond Index ETF	59.1%
Vanguard FTSE Canada All Cap Index ETF	6.3%
iShares JPMorgan USD Emerging Markets Bond Index ETF	5.7%
Desjardins Global Tactical Bond Fund	4.5%
Vanguard S&P 500 Index ETF	4.4%
Desjardins Global Total Return Bond Fund	4.0%
Vanguard Global ex-U.S. Aggregate Bond Index ETF	3.0%
Vanguard U.S. Aggregate Bond Index ETF	2.6%
iShares Core MSCI Emerging Markets ETF	2.4%
iShares Core S&P Small-Cap ETF	1.9%
Desjardins Global Equity Growth Fund	1.7%
iShares Core MSCI EAFE IMI Index ETF	1.4%
Desjardins Global Dividend Fund	1.1%
iShares MSCI EAFE Small-Cap ETF	1.0%
Cash and Cash Equivalents	0.7%
iShares U.S. IG Corporate Bond Index ETF	0.2%



## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide regular income and low medium-term capital appreciation. Consequently, the Fund invests mainly in exchange traded funds, which themselves invest in fixed-income and equity securities throughout the world

#### Strategy of the Fund

The selection of the securities as well as the percentage of the assets that will be invested in each of these securities will be based on positioning on the interest-rate curve, management style diversification, geographical diversification and market capitalization diversification

The principal risk factors of this Fund are credit risk, interest rate risk and sovereign risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	1,377	—	—	1,377
<b>TOTAL</b>	<b>1,377</b>	<b>—</b>	<b>—</b>	<b>1,377</b>

  

December 31, 2020	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	567	—	—	567
<b>TOTAL</b>	<b>567</b>	<b>—</b>	<b>—</b>	<b>567</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

# DFS GIF – CONSERVATIVE – DESJARDINS WISE ETF (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's best estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, with all other variables held constant, is as follows:

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	<b>%</b>	<b>\$</b>	<b>\$</b>
FTSE Canada Universe Bond (56%)	1.00	8	3
Bloomberg Barclays Multiverse Hedged (24%)	1.00	3	1
MSCI Canada (6%)	3.00	2	1
MSCI All Country World ex Canada IMI (14%)	3.00	6	2

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past two periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020*
<b>Net Assets and Net Asset Value Per Unit (\$)</b>		
Series 5	<b>4.98</b>	5.05
Series 6	<b>5.00</b>	5.05
Series 7	<b>5.03</b>	5.06
Series 8	<b>5.02</b>	5.06
<b>Ratios and Supplemental Data</b>		
<b>Net Asset Value (\$000's)</b>		
Series 5	<b>159</b>	91
Series 6	<b>664</b>	135
Series 7	<b>80</b>	81
Series 8	<b>470</b>	260
<b>Number of units outstanding (000)</b>		
Series 5	<b>32</b>	18
Series 6	<b>133</b>	27
Series 7	<b>16</b>	16
Series 8	<b>94</b>	51
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>		
Series 5	<b>2.50</b>	2.64
Series 6	<b>2.21</b>	2.30
Series 7	<b>1.72</b>	1.78
Series 8	<b>1.87</b>	1.95
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>15.08</b>	0.09

\* Beginning of operations in November 2020.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

# DFS GIF – BALANCED – DESJARDINS WISE ETF\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Desjardins Canadian Universe Bond Index ETF	45.5%
Vanguard FTSE Canada All Cap Index ETF	11.7%
Vanguard S&P 500 Index ETF	9.3%
iShares JPMorgan USD Emerging Markets Bond Index ETF	4.4%
iShares Core MSCI Emerging Markets ETF	4.4%
iShares Core S&P Small-Cap ETF	3.7%
Desjardins Global Tactical Bond Fund	3.4%
Desjardins Global Equity Growth Fund	3.4%
iShares Core MSCI EAFE IMI Index ETF	3.2%
Desjardins Global Total Return Bond Fund	3.0%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021\*\* — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	10,237	2.4%	10,276	2.8%	10,335	3.4%	10,316	3.2%
Since Inception	10,380	3.4%	10,420	3.7%	10,480	4.3%	10,460	4.1%

\* This Fund is composed of units of the corresponding underlying investment funds.

\*\* Beginning of operations in November 2020.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	1	—
Investments at fair value through profit or loss (FVTPL)	<u>1,994,793</u>	408,005
	<u>1,994,794</u>	408,005
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	3,517	674
Withdrawals payable	<u>378</u>	146
	<u>3,895</u>	820
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>1,990,899</b></u>	407,185
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>5.19</u>	5.07
Series 6	<u>5.21</u>	5.07
Series 7	<u>5.24</u>	5.07
Series 8	<u>5.23</u>	5.07

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020*
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	70,501	4,895
Changes in fair value:		
Net realized gain (loss) on investments	991	4
Net unrealized gain (loss) on investments	<u>(20,096)</u>	1,036
	<u>51,396</u>	5,935
<b>EXPENSES</b>		
Management fees and Operating expenses	19,492	883
	<u>2,308</u>	99
	<u>21,800</u>	982
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>29,596</b></u>	4,953
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	<u>3,631</u>	1,229
- per unit	<u>0.12</u>	0.07
Average Number of Units	<u>30,166</u>	18,012
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	<u>12,035</u>	1,384
- per unit	<u>0.19</u>	0.07
Average Number of Units	<u>64,377</u>	19,067
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	<u>2,661</u>	1,179
- per unit	<u>0.17</u>	0.07
Average Number of Units	<u>16,000</u>	16,000
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	<u>11,269</u>	1,161
- per unit	<u>0.13</u>	0.07
Average Number of Units	<u>84,891</u>	16,001

\* Beginning of operations in November 2020.

The accompanying Notes are an integral part of these financial statements

# DFS GIF – BALANCED – DESJARDINS WISE ETF (continued)

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020*
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>407,185</b>	—
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>29,596</b>	4,953
Premiums		
Series 5	124,561	102,518
Series 6	674,811	140,005
Series 7	—	80,001
Series 8	945,033	80,005
	<b>1,744,405</b>	402,529
Withdrawals		
Series 5	(5,209)	(272)
Series 6	(181,039)	(25)
Series 7	—	—
Series 8	(4,039)	—
	<b>(190,287)</b>	(297)
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>1,990,899</b>	407,185

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020*
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>29,596</b>	4,953
Adjustments for:		
Net realized (gain) loss	(991)	(4)
Net unrealized (gain) loss	20,096	(1,036)
Non-cash distribution from investments	(70,501)	(4,895)
Proceeds from sale/maturity of investments	<b>72,575</b>	449
Investments purchased	(1,607,967)	(402,519)
Accrued expenses	<b>2,843</b>	674
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>(1,554,349)</b>	(402,378)
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	<b>1,744,405</b>	402,529
Amounts paid on withdrawals	(190,055)	(151)
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>1,554,350</b>	402,378
Increase (decrease) in cash/bank overdraft	<b>1</b>	—
Cash (bank overdraft), beginning of period	—	—
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>1</b>	—

\* Beginning of operations in November 2020.

The accompanying Notes are an integral part of these financial statements

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST	FAIR VALUE	
		\$	\$	%
<b>Investment Funds</b>				100.2
Wise Balanced ETF Portfolio, I-Class	183,920	2,013,853	1,994,793	
<b>Total Investments</b>		<b>2,013,853</b>	<b>1,994,793</b>	
<b>Other Net Assets</b>			(3,894)	(0.2)
<b>Net Assets</b>			<b>1,990,899</b>	100

The accompanying Notes are an integral part of these financial statements

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Desjardins Canadian Universe Bond Index ETF	45.5%
Vanguard FTSE Canada All Cap Index ETF	11.7%
Vanguard S&P 500 Index ETF	9.3%
iShares JPMorgan USD Emerging Markets Bond Index ETF	4.4%
iShares Core MSCI Emerging Markets ETF	4.4%
iShares Core S&P Small-Cap ETF	3.7%
Desjardins Global Tactical Bond Fund	3.4%
Desjardins Global Equity Growth Fund	3.4%
iShares Core MSCI EAFE IMI Index ETF	3.2%
Desjardins Global Total Return Bond Fund	3.0%
Desjardins Global Dividend Fund	2.2%
Vanguard Global ex-U.S. Aggregate Bond Index ETF	2.1%
iShares MSCI EAFE Small-Cap ETF	1.9%
Vanguard U.S. Aggregate Bond Index ETF	1.8%
iShares U.S. IG Corporate Bond Index ETF	0.2%
Cash and Cash Equivalents	(0.2%)

# DFS GIF – BALANCED – DESJARDINS WISE ETF (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide regular income and long-term capital appreciation. Consequently, the Fund invests mainly in exchange traded funds, which themselves invest in fixed-income and equity securities throughout the world

#### Strategy of the Fund

The selection of the securities as well as the percentage of the assets that will be invested in each of these securities will be based on positioning on the interest-rate curve, management style diversification, geographical diversification and market capitalization diversification

The principal risk factors of this Fund are credit risk, interest rate risk and sovereign risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	1,995	—	—	1,995
<b>TOTAL</b>	<b>1,995</b>	<b>—</b>	<b>—</b>	<b>1,995</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	408	—	—	408
<b>TOTAL</b>	<b>408</b>	<b>—</b>	<b>—</b>	<b>408</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings



## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's best estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, with all other variables held constant, is as follows:

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	<b>%</b>	<b>\$</b>	<b>\$</b>
FTSE Canada Universe Bond (42%)	1.00	8	2
Bloomberg Barclays Multiverse Hedged (18%)	1.00	4	1
MSCI Canada (12%)	3.00	7	1
MSCI All Country World ex Canada IMI (28%)	3.00	17	3

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – BALANCED – DESJARDINS WISE ETF (continued)

### FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past two periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020*
<b>Net Assets and Net Asset Value Per Unit (\$)</b>		
Series 5	<b>5.19</b>	5.07
Series 6	<b>5.21</b>	5.07
Series 7	<b>5.24</b>	5.07
Series 8	<b>5.23</b>	5.07
<b>Ratios and Supplemental Data</b>		
Net Asset Value (\$000's)		
Series 5	<b>226</b>	103
Series 6	<b>647</b>	141
Series 7	<b>84</b>	81
Series 8	<b>1,033</b>	81
Number of units outstanding (000)		
Series 5	<b>44</b>	20
Series 6	<b>124</b>	28
Series 7	<b>16</b>	16
Series 8	<b>197</b>	16
Management expense ratio (MER) <sup>1</sup> (%)		
Series 5	<b>2.59</b>	2.70
Series 6	<b>2.28</b>	2.36
Series 7	<b>1.78</b>	1.84
Series 8	<b>1.94</b>	2.01
Portfolio turnover rate <sup>2</sup> (%)	<b>7.31</b>	0.12

\* Beginning of operations in November 2020.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

# DFS GIF – GROWTH – DESJARDINS WISE ETF\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Desjardins Canadian Universe Bond Index ETF	30.2%
Vanguard FTSE Canada All Cap Index ETF	17.3%
Vanguard S&P 500 Index ETF	14.4%
iShares Core MSCI Emerging Markets ETF	6.3%
iShares Core S&P Small-Cap ETF	5.5%
iShares Core MSCI EAFE IMI Index ETF	5.3%
Desjardins Global Equity Growth Fund	5.0%
Desjardins Global Dividend Fund	3.4%
iShares JPMorgan USD Emerging Markets Bond Index ETF	3.0%
iShares MSCI EAFE Small-Cap ETF	2.7%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021\*\* — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	10,631	6.3%	10,671	6.7%	10,709	7.1%	10,689	6.9%
Since Inception	10,780	6.9%	10,820	7.3%	10,880	7.8%	10,860	7.6%

\* This Fund is composed of units of the corresponding underlying investment funds.

\*\* Beginning of operations in November 2020.

# DFS GIF – GROWTH – DESJARDINS WISE ETF (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	149	—
Investments at fair value through profit or loss (FVTPL)	2,521,541	878,145
Premiums receivable	15,218	125,000
	<u>2,536,908</u>	<u>1,003,145</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	4,758	1,082
Withdrawals payable	11,382	284
Payable for securities purchased	5,150	—
	<u>21,290</u>	<u>1,366</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>2,515,618</b></u>	<u>1,001,779</u>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>5.39</u>	5.07
Series 6	<u>5.41</u>	5.07
Series 7	<u>5.44</u>	5.08
Series 8	<u>5.43</u>	5.08

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020*
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	78,959	5,558
Changes in fair value:		
Net realized gain (loss) on investments	13,774	3
Net unrealized gain (loss) on investments	53,045	2,175
	<u>145,778</u>	<u>7,736</u>
<b>EXPENSES</b>		
Management fees and Operating expenses	38,300	1,266
	<u>4,091</u>	<u>136</u>
	<u>42,391</u>	<u>1,402</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>103,387</b></u>	<u>6,334</u>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	31,826	2,079
- per unit	0.26	0.07
Average Number of Units	121,885	31,721
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	34,516	1,658
- per unit	0.31	0.06
Average Number of Units	110,008	26,686
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	5,821	1,218
- per unit	0.36	0.08
Average Number of Units	16,000	16,000
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	31,224	1,379
- per unit	0.35	0.07
Average Number of Units	90,199	19,212

\* Beginning of operations in November 2020.

The accompanying Notes are an integral part of these financial statements

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020*
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>1,001,779</b>	—
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>103,387</b>	6,334
Premiums		
Series 5	1,273,605	218,401
Series 6	378,180	324,270
Series 7	—	80,001
Series 8	294,514	373,268
	<b>1,946,299</b>	995,940
Withdrawals		
Series 5	(372,737)	(268)
Series 6	(104,648)	(227)
Series 7	—	—
Series 8	(58,462)	—
	<b>(535,847)</b>	(495)
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>2,515,618</b>	1,001,779

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020*
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	103,387	6,334
Adjustments for:		
Net realized (gain) loss	(13,774)	(3)
Net unrealized (gain) loss	(53,045)	(2,175)
Non-cash distribution from investments	(78,959)	(5,558)
Proceeds from sale/maturity of investments	294,832	320
Investments purchased	(1,792,450)	(870,729)
Accrued expenses	3,676	1,082
Payable for securities purchased	5,150	—
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>(1,531,183)</b>	(870,729)
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	2,056,081	870,940
Amounts paid on withdrawals	(524,749)	(211)
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>1,531,332</b>	870,729
Increase (decrease) in cash/ bank overdraft	149	—
Cash (bank overdraft), beginning of period	—	—
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>149</b>	—

\* Beginning of operations in November 2020.

The accompanying Notes are an integral part of these financial statements

# DFS GIF – GROWTH – DESJARDINS WISE ETF (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.2
Wise Growth ETF Portfolio, I-Class	218,013	2,466,322	2,521,541		
<b>Total Investments</b>		<b>2,466,322</b>	<b>2,521,541</b>		
<b>Other Net Assets</b>			(5,923)		(0.2)
<b>Net Assets</b>			<b>2,515,618</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Desjardins Canadian Universe Bond Index ETF	30.2%
Vanguard FTSE Canada All Cap Index ETF	17.3%
Vanguard S&P 500 Index ETF	14.4%
iShares Core MSCI Emerging Markets ETF	6.3%
iShares Core S&P Small-Cap ETF	5.5%
iShares Core MSCI EAFE IMI Index ETF	5.3%
Desjardins Global Equity Growth Fund	5.0%
Desjardins Global Dividend Fund	3.4%
iShares JPMorgan USD Emerging Markets Bond Index ETF	3.0%
iShares MSCI EAFE Small-Cap ETF	2.7%
Desjardins Global Tactical Bond Fund	2.1%
Desjardins Global Total Return Bond Fund	1.9%
Vanguard Global ex-U.S. Aggregate Bond Index ETF	1.3%
Vanguard U.S. Aggregate Bond Index ETF	1.1%
Cash and Cash Equivalents	0.4%
iShares U.S. IG Corporate Bond Index ETF	0.1%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide long-term capital appreciation and, to a lesser extent, generate income. Consequently, the Fund invests mainly in exchange traded funds, which themselves invest in equity and fixed-income securities throughout the world

#### Strategy of the Fund

The selection of the securities as well as the percentage of the assets that will be invested in each of these securities will be based on positioning on the interest-rate curve, management style diversification, geographical diversification and market capitalization diversification

The principal risk factors of this Fund are credit risk, interest rate risk and sovereign risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	2,522	—	—	2,522
<b>TOTAL</b>	<b>2,522</b>	<b>—</b>	<b>—</b>	<b>2,522</b>

  

December 31, 2020	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	878	—	—	878
<b>TOTAL</b>	<b>878</b>	<b>—</b>	<b>—</b>	<b>878</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

# DFS GIF – GROWTH – DESJARDINS WISE ETF (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's best estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, with all other variables held constant, is as follows:

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	<b>%</b>	<b>\$</b>	<b>\$</b>
FTSE Canada Universe Bond (28%)	1.00	7	3
Bloomberg Barclays Multiverse Hedged (12%)	1.00	3	1
MSCI Canada (18%)	3.00	14	5
MSCI All Country World ex Canada IMI (42%)	3.00	32	13

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"



## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past two periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020*
<b>Net Assets and Net Asset Value Per Unit (\$)</b>		
Series 5	<b>5.39</b>	5.07
Series 6	<b>5.41</b>	5.07
Series 7	<b>5.44</b>	5.08
Series 8	<b>5.43</b>	5.08
<b>Ratios and Supplemental Data</b>		
<b>Net Asset Value (\$000's)</b>		
Series 5	<b>1,153</b>	220
Series 6	<b>634</b>	326
Series 7	<b>87</b>	81
Series 8	<b>642</b>	375
<b>Number of units outstanding (000)</b>		
Series 5	<b>214</b>	43
Series 6	<b>117</b>	64
Series 7	<b>16</b>	16
Series 8	<b>118</b>	74
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>		
Series 5	<b>2.63</b>	2.76
Series 6	<b>2.22</b>	2.41
Series 7	<b>1.84</b>	1.90
Series 8	<b>2.01</b>	2.07
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>16.83</b>	0.05

\* Beginning of operations in November 2020.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

# DFS GIF – MAXIMUM GROWTH – DESJARDINS WISE ETF\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Vanguard FTSE Canada All Cap Index ETF	22.6%
Vanguard S&P 500 Index ETF	19.5%
Desjardins Canadian Universe Bond Index ETF	15.1%
iShares Core MSCI Emerging Markets ETF	8.3%
iShares Core MSCI EAFE IMI Index ETF	7.2%
iShares Core S&P Small-Cap ETF	7.0%
Desjardins Global Equity Growth Fund	6.9%
Desjardins Global Dividend Fund	4.6%
iShares MSCI EAFE Small-Cap ETF	3.4%
iShares JPMorgan USD Emerging Markets Bond Index ETF	1.5%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021\*\* — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,022	10.2%	11,061	10.6%	11,139	11.4%	11,120	11.2%
Since Inception	11,220	10.8%	11,260	11.2%	11,340	11.9%	11,320	11.7%

\* This Fund is composed of units of the corresponding underlying investment funds.

\*\* Beginning of operations in November 2020.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Investments at fair value through profit or loss (FVTPL)	1,122,262	452,941
Premiums receivable	40	—
	<u>1,122,302</u>	<u>452,941</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	2,046	766
Withdrawals payable	63	—
Payable for securities purchased	40	—
	<u>2,149</u>	<u>766</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>1,120,153</b></u>	<u>452,175</u>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>5.61</u>	5.09
Series 6	<u>5.63</u>	5.09
Series 7	<u>5.67</u>	5.09
Series 8	<u>5.66</u>	5.09

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020*
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	36,165	4,008
Changes in fair value:		
Net realized gain (loss) on investments	1,335	4
Net unrealized gain (loss) on investments	59,727	4,017
	<u>97,227</u>	<u>8,029</u>
<b>EXPENSES</b>		
Management fees and Operating expenses	17,198	984
	<u>1,949</u>	<u>110</u>
	<u>19,147</u>	<u>1,094</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>78,080</b></u>	<u>6,935</u>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	10,043	1,391
- per unit	0.51	0.09
Average Number of Units	19,599	16,000
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	23,187	1,492
- per unit	0.45	0.09
Average Number of Units	51,111	16,354
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	12,950	1,479
- per unit	0.52	0.09
Average Number of Units	24,713	16,000
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	31,900	2,573
- per unit	0.53	0.10
Average Number of Units	60,272	25,984

\* Beginning of operations in November 2020.

The accompanying Notes are an integral part of these financial statements

## DFS GIF – MAXIMUM GROWTH – DESJARDINS WISE ETF (continued)

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31	2021	2020*
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>452,175</b>	—
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>78,080</b>	6,935
Premiums		
Series 5	22,761	80,003
Series 6	409,827	85,005
Series 7	63,109	80,001
Series 8	198,748	200,231
	<b>694,445</b>	445,240
Withdrawals		
Series 5	—	—
Series 6	(104,151)	—
Series 7	—	—
Series 8	(396)	—
	<b>(104,547)</b>	—
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>1,120,153</b>	452,175

### STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020*
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>78,080</b>	6,935
Adjustments for:		
Net realized (gain) loss	(1,335)	(4)
Net unrealized (gain) loss	(59,727)	(4,017)
Non-cash distribution from investments	(36,165)	(4,008)
Proceeds from sale/maturity of investments	20,290	314
Investments purchased	(592,381)	(445,226)
Accrued expenses	1,277	766
Payable for securities purchased	40	—
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>(589,921)</b>	(445,240)
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	694,405	445,240
Amounts paid on withdrawals	(104,484)	—
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>589,921</b>	445,240
Increase (decrease) in cash/ bank overdraft	—	—
Cash (bank overdraft), beginning of period	—	—
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>—</b>	—

\* Beginning of operations in November 2020.

The accompanying Notes are an integral part of these financial statements

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.2
Wise Maximum Growth ETF Portfolio, I-Class	97,749	1,058,518	1,122,262		
<b>Total Investments</b>		<b>1,058,518</b>	<b>1,122,262</b>		
<b>Other Net Assets</b>			(2,109)		(0.2)
<b>Net Assets</b>			<b>1,120,153</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Vanguard FTSE Canada All Cap Index ETF	22.6%
Vanguard S&P 500 Index ETF	19.5%
Desjardins Canadian Universe Bond Index ETF	15.1%
iShares Core MSCI Emerging Markets ETF	8.3%
iShares Core MSCI EAFE IMI Index ETF	7.2%
iShares Core S&P Small-Cap ETF	7.0%
Desjardins Global Equity Growth Fund	6.9%
Desjardins Global Dividend Fund	4.6%
iShares MSCI EAFE Small-Cap ETF	3.4%
iShares JPMorgan USD Emerging Markets Bond Index ETF	1.5%
Desjardins Global Tactical Bond Fund	1.1%
Desjardins Global Total Return Bond Fund	0.9%
Vanguard Global ex-U.S. Aggregate Bond Index ETF	0.7%
Vanguard U.S. Aggregate Bond Index ETF	0.6%
Cash and Cash Equivalents	0.5%
iShares U.S. IG Corporate Bond Index ETF	0.1%

# DFS GIF – MAXIMUM GROWTH – DESJARDINS WISE ETF (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide long-term capital appreciation. Consequently, the Fund invests mainly in exchange traded funds, which themselves invest in equity and fixed-income securities throughout the world

#### Strategy of the Fund

The selection of the securities as well as the percentage of the assets that will be invested in each of these securities will be based on positioning on the interest-rate curve, management style diversification, geographical diversification and market capitalization diversification

The principal risk factors of this Fund are foreign currency risk, market risk and sovereign risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	1,122	—	—	1,122
<b>TOTAL</b>	<b>1,122</b>	<b>—</b>	<b>—</b>	<b>1,122</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	453	—	—	453
<b>TOTAL</b>	<b>453</b>	<b>—</b>	<b>—</b>	<b>453</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's best estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, with all other variables held constant, is as follows:

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	<b>%</b>	<b>\$</b>	<b>\$</b>
FTSE Canada Universe Bond (14%)	1.00	2	1
Bloomberg Barclays Multiverse Hedged (6%)	1.00	1	—
MSCI Canada (24%)	3.00	8	3
MSCI All Country World ex Canada IMI (56%)	3.00	19	8

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – MAXIMUM GROWTH – DESJARDINS WISE ETF (continued)

### FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past two periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020*
<b>Net Assets and Net Asset Value Per Unit (\$)</b>		
Series 5	<b>5.61</b>	5.09
Series 6	<b>5.63</b>	5.09
Series 7	<b>5.67</b>	5.09
Series 8	<b>5.66</b>	5.09
<b>Ratios and Supplemental Data</b>		
<b>Net Asset Value (\$000's)</b>		
Series 5	<b>114</b>	81
Series 6	<b>415</b>	86
Series 7	<b>158</b>	81
Series 8	<b>433</b>	203
<b>Number of units outstanding (000)</b>		
Series 5	<b>20</b>	16
Series 6	<b>74</b>	17
Series 7	<b>28</b>	16
Series 8	<b>77</b>	40
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>		
Series 5	<b>2.75</b>	2.82
Series 6	<b>2.39</b>	2.47
Series 7	<b>1.90</b>	1.95
Series 8	<b>2.07</b>	2.13
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>2.45</b>	0.08

\* Beginning of operations in November 2020.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.



# DFS GIF – 100% EQUITY – DESJARDINS WISE ETF\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Vanguard FTSE Canada All Cap Index ETF	28.0%
Vanguard S&P 500 Index ETF	26.6%
iShares Core MSCI EAFE IMI Index ETF	10.1%
iShares Core MSCI Emerging Markets ETF	9.8%
Desjardins Global Equity Growth Fund	8.5%
iShares Core S&P Small-Cap ETF	7.4%
Desjardins Global Dividend Fund	5.8%
iShares MSCI EAFE Small-Cap ETF	3.3%
Cash and Cash Equivalents	0.5%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021\*\* — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,490	14.9%	11,549	15.5%	11,585	15.9%	11,588	15.9%
Since Inception	11,720	15.2%	11,780	15.7%	11,840	16.2%	11,820	16.1%

\* This Fund is composed of units of the corresponding underlying investment funds.

\*\* Beginning of operations in November 2020.

# DFS GIF – 100% EQUITY – DESJARDINS WISE ETF (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Investments at fair value through profit or loss (FVTPL)	813,143	209,603
Premiums receivable	80,226	—
	<u>893,369</u>	<u>209,603</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	1,436	408
Withdrawals payable	40,199	—
Payable for securities purchased	40,085	—
	<u>81,720</u>	<u>408</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>811,649</b></u>	<u>209,195</u>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>5.86</u>	5.10
Series 6	<u>5.89</u>	5.10
Series 7	<u>5.92</u>	5.11
Series 8	<u>5.91</u>	5.10

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020*
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	18,502	2,423
Changes in fair value:		
Net realized gain (loss) on investments	686	4
Net unrealized gain (loss) on investments	48,448	2,369
	<u>67,636</u>	<u>4,796</u>
<b>EXPENSES</b>		
Management fees and Operating expenses	9,651	558
	<u>1,070</u>	<u>57</u>
	<u>10,721</u>	<u>615</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>56,915</b></u>	<u>4,181</u>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	7,966	995
- per unit	<u>0.76</u>	<u>0.10</u>
Average Number of Units	<u>10,513</u>	10,000
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	15,907	1,096
- per unit	<u>0.68</u>	<u>0.11</u>
Average Number of Units	<u>23,257</u>	10,354
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	8,954	1,051
- per unit	<u>0.79</u>	<u>0.11</u>
Average Number of Units	<u>11,405</u>	10,000
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	24,088	1,039
- per unit	<u>0.64</u>	<u>0.10</u>
Average Number of Units	<u>37,561</u>	10,001

\* Beginning of operations in November 2020.

The accompanying Notes are an integral part of these financial statements

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020*
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>209,195</u>	—
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>56,915</u>	4,181
Premiums		
Series 5	5,013	50,003
Series 6	215,027	55,005
Series 7	11,000	50,001
Series 8	418,894	50,005
	<u>649,934</u>	205,014
Withdrawals		
Series 5	—	—
Series 6	(104,244)	—
Series 7	—	—
Series 8	(151)	—
	<u>(104,395)</u>	—
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>811,649</u>	209,195

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020*
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	56,915	4,181
Adjustments for:		
Net realized (gain) loss	(686)	(4)
Net unrealized (gain) loss	(48,448)	(2,369)
Non-cash distribution from investments	(18,502)	(2,423)
Proceeds from sale/maturity of investments	9,365	196
Investments purchased	(545,269)	(205,003)
Accrued expenses	1,028	408
Payable for securities purchased	<u>40,085</u>	—
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>(505,512)</u>	(205,014)
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	569,708	205,014
Amounts paid on withdrawals	(64,196)	—
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>505,512</u>	205,014
Increase (decrease) in cash/ bank overdraft	—	—
Cash (bank overdraft), beginning of period	—	—
CASH (BANK OVERDRAFT), END OF PERIOD	<u>—</u>	—

\* Beginning of operations in November 2020.

The accompanying Notes are an integral part of these financial statements

# DFS GIF – 100% EQUITY – DESJARDINS WISE ETF (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.2
Wise 100% Equity ETF Portfolio, I-Class	64,797	762,326	813,143		
<b>Total Investments</b>		<b>762,326</b>	<b>813,143</b>		
<b>Other Net Assets</b>			(1,494)		(0.2)
<b>Net Assets</b>			<b>811,649</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Vanguard FTSE Canada All Cap Index ETF	28.0%
Vanguard S&P 500 Index ETF	26.6%
iShares Core MSCI EAFE IMI Index ETF	10.1%
iShares Core MSCI Emerging Markets ETF	9.8%
Desjardins Global Equity Growth Fund	8.5%
iShares Core S&P Small-Cap ETF	7.4%
Desjardins Global Dividend Fund	5.8%
iShares MSCI EAFE Small-Cap ETF	3.3%
Cash and Cash Equivalents	0.5%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide long-term capital appreciation. Consequently, the Fund invests mainly in exchange traded funds, which themselves invest in equity securities of companies located throughout the world

#### Strategy of the Fund

The selection of the securities as well as the percentage of the assets that will be invested in each of these securities will be based on management style diversification, geographical diversification and market capitalization diversification

The principal risk factors of this Fund are foreign currency risk, sovereign risk and market risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
December 31, 2021				
Financial Assets at FVTPL				
Non-Related Investment Funds	813	—	—	813
<b>TOTAL</b>	<b>813</b>	<b>—</b>	<b>—</b>	<b>813</b>
December 31, 2020				
Financial Assets at FVTPL				
Non-Related Investment Funds	210	—	—	210
<b>TOTAL</b>	<b>210</b>	<b>—</b>	<b>—</b>	<b>210</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's best estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, with all other variables held constant, is as follows:

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	%	\$	\$
MSCI Canada (30%)	3.00	7	2
MSCI All Country World ex Canada IMI (70%)	3.00	17	4

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past two periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020*
<b>Net Assets and Net Asset Value Per Unit (\$)</b>		
Series 5	<b>5.86</b>	5.10
Series 6	<b>5.89</b>	5.10
Series 7	<b>5.92</b>	5.11
Series 8	<b>5.91</b>	5.10
<b>Ratios and Supplemental Data</b>		
<b>Net Asset Value (\$000's)</b>		
Series 5	<b>64</b>	51
Series 6	<b>183</b>	56
Series 7	<b>71</b>	51
Series 8	<b>494</b>	51
<b>Number of units outstanding (000)</b>		
Series 5	<b>11</b>	10
Series 6	<b>31</b>	11
Series 7	<b>12</b>	10
Series 8	<b>84</b>	10
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>		
Series 5	<b>2.82</b>	2.87
Series 6	<b>2.45</b>	2.53
Series 7	<b>1.95</b>	2.01
Series 8	<b>2.10</b>	2.18
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>2.01</b>	0.10

\* Beginning of operations in November 2020.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.





# Individual Funds

DFS GUARANTEED INVESTMENT FUNDS



## DFS GIF – MONEY MARKET\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading “Strategy in using Financial Instruments”

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Ontario Treasury Bills, November 2, 2022	6.7%
Bank of Montreal, 0.350%, February 16, 2022	5.8%
Toyota Credit Canada, 2.700%, January 25, 2023	4.8%
Intact Financial Corporation, Commercial Paper, January 13, 2022	4.7%
Toronto-Dominion Bank, Floating Rate, November 17, 2022	4.6%
Société de transport de Montréal, Commercial Paper, January 20, 2022	3.6%
Canada Treasury Bills, December 8, 2022	3.4%
Énergir, Commercial Paper, January 18, 2022	3.4%
John Deere Canada Funding, 2.700%, January 17, 2023	3.2%
Royal Bank of Canada, 0.330%, November 24, 2022	3.1%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 1		Series 3		Series 5		Series 6		Series 7	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	9,863	(1.4%)	9,848	(1.5%)	9,884	(1.2%)	9,922	(0.8%)	9,962	(0.4%)
3 Years	9,893	(0.4%)	9,863	(0.5%)	9,971	(0.1%)	10,059	0.2%	10,212	0.7%
5 Years	9,840	(0.3%)	9,824	(0.4%)	9,990	0.0%	10,127	0.3%	10,408	0.8%
10 Years	9,696	(0.3%)	9,682	(0.3%)	10,009	0.0%	—	—	—	—
Since Inception	12,960	1.0%	11,890	0.8%	10,197	0.1%	10,180	0.2%	10,620	0.8%

	Series 8		Series IGP	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	9,961	(0.4%)	9,869	(1.3%)
3 Years	10,179	0.6%	9,909	(0.3%)
5 Years	—	—	9,872	(0.3%)
Since Inception	10,240	0.6%	9,800	(0.3%)

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	610,413	30,156
Investments at fair value through profit or loss (FVTPL)	38,787,517	40,724,447
Premiums receivable	558,707	416,247
Interest, dividends and other receivables	—	78
	<u>39,956,637</u>	<u>41,170,928</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	35,644	40,042
Withdrawals payable	200,941	78,325
	<u>236,585</u>	<u>118,367</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>39,720,052</b></u>	<u>41,052,561</u>
<b>NET ASSETS PER UNIT</b>		
Series 1	<u>6.48</u>	6.57
Series 3	<u>6.48</u>	6.58
Series 5	<u>6.79</u>	6.87
Series 6	<u>5.09</u>	5.13
Series 7	<u>5.31</u>	5.33
Series 8	<u>5.12</u>	5.14
Series IGP	<u>9.80</u>	9.93

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	291,017	640,964
Changes in fair value:		
Net realized gain (loss) on investments	(5,966)	204,422
Net unrealized gain (loss) on investments	(170,273)	(168,782)
	<u>114,778</u>	<u>676,604</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	318,543	350,895
Operating expenses	151,119	162,045
	<u>469,662</u>	<u>512,940</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>(354,884)</b></u>	<u>163,664</u>
<b>DATA PER SERIES</b>		
<b>SERIES 1</b>		
Increase (Decrease) in Net Assets from Operations	(4,696)	(642)
- per unit	(0.09)	(0.01)
Average Number of Units	51,372	53,261
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	(26,176)	(4,624)
- per unit	(0.09)	(0.01)
Average Number of Units	280,127	326,705
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	(181,638)	43,085
- per unit	(0.07)	0.02
Average Number of Units	2,449,111	2,614,253
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	(89,585)	54,071
- per unit	(0.04)	0.02
Average Number of Units	2,286,809	2,482,175
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	(1,803)	13,941
- per unit	(0.01)	0.05
Average Number of Units	136,073	275,386
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	(37,904)	58,551
- per unit	(0.02)	0.04
Average Number of Units	1,753,185	1,485,797
<b>SERIES IGP</b>		
Increase (Decrease) in Net Assets from Operations	(13,082)	(718)
- per unit	(0.13)	(0.01)
Average Number of Units	98,217	106,798

The accompanying Notes are an integral part of these financial statements

## DFS GIF – MONEY MARKET (continued)

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>41,052,561</u>	41,321,471
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>(354,884)</u>	163,664
Premiums		
Series 1	258,206	776,991
Series 3	1,728,579	4,810,450
Series 5	30,501,763	30,146,926
Series 6	11,891,717	17,363,027
Series 7	1,324,473	2,382,723
Series 8	19,534,968	15,025,232
Series IGP	14,080	19,453
	<u>65,253,786</u>	70,524,802
Withdrawals		
Series 1	(302,446)	(806,127)
Series 3	(2,283,674)	(4,524,067)
Series 5	(27,469,757)	(35,063,449)
Series 6	(13,647,406)	(14,978,955)
Series 7	(2,281,641)	(2,026,691)
Series 8	(20,151,133)	(13,462,130)
Series IGP	(95,354)	(95,957)
	<u>(66,231,411)</u>	(70,957,376)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>39,720,052</u>	41,052,561

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	(354,884)	163,664
Adjustments for:		
Net realized (gain) loss	5,966	(204,422)
Net unrealized (gain) loss	170,273	168,782
Non-cash distribution from investments	(291,017)	(640,964)
Proceeds from sale/maturity of investments	37,240,460	37,864,045
Investments purchased	(35,188,752)	(36,628,345)
Interest, dividends and other receivables	78	(78)
Accrued expenses	(4,398)	(1,128)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>1,577,726</u>	721,554
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	65,111,326	70,486,434
Amounts paid on withdrawals	(66,108,795)	(71,018,194)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>(997,469)</u>	(531,760)
Increase (decrease) in cash/ bank overdraft	580,257	189,794
Cash (bank overdraft), beginning of period	30,156	(159,638)
CASH (BANK OVERDRAFT), END OF PERIOD	<u>610,413</u>	30,156

The accompanying Notes are an integral part of these financial statements

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					97.7
DGIA Money Market Fund	4,071,419	38,899,751	38,787,517		
<b>Total Investments</b>		<b>38,899,751</b>	<b>38,787,517</b>		
<b>Other Net Assets</b>			932,535		2.3
<b>Net Assets</b>			<b>39,720,052</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Ontario Treasury Bills, November 2, 2022	6.7%
Bank of Montreal, 0.350%, February 16, 2022	5.8%
Toyota Credit Canada, 2.700%, January 25, 2023	4.8%
Intact Financial Corporation, Commercial Paper, January 13, 2022	4.7%
Toronto-Dominion Bank, Floating Rate, November 17, 2022	4.6%
Société de transport de Montréal, Commercial Paper, January 20, 2022	3.6%
Canada Treasury Bills, December 8, 2022	3.4%
Énergir, Commercial Paper, January 18, 2022	3.4%
John Deere Canada Funding, 2.700%, January 17, 2023	3.2%
Royal Bank of Canada, 0.330%, November 24, 2022	3.1%
Canadian Imperial Bank of Commerce, Floating Rate, January 21, 2022	3.1%
Intact Financial Corporation, Commercial Paper, January 18, 2022	3.1%
Ontario Treasury Bills, December 21, 2022	3.1%
Altalink, Commercial Paper, January 31, 2022	3.0%
Royal Bank of Canada, 0.350%, February 10, 2022	2.9%
Ontario Treasury Bills, November 30, 2022	2.6%
Honda Canada Finance, 2.488%, December 19, 2022	2.5%
Ontario Pension Board Finance Trust, 1.880%, February 24, 2022	2.2%
Royal Bank of Canada, Floating Rate, January 7, 2022	2.2%
Toronto-Dominion Bank, Floating Rate, January 31, 2022	2.2%
Canadian Imperial Bank of Commerce, Floating Rate, January 14, 2022	2.0%
Daimler Canada Finance, 2.570%, November 22, 2022	1.9%
Scotiabank, Floating Rate, November 21, 2022	1.7%
Canadian Imperial Bank of Commerce, Floating Rate, February 16, 2022	1.6%
Énergir, Commercial Paper, February 3, 2022	1.6%

## DFS GIF – MONEY MARKET (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS****Objective of the Fund**

To provide a higher level of interest income than can normally be obtained from savings accounts, combined with a high level of liquidity and capital protection

**Strategy of the Fund**

To invest, among others, in Canadian government treasury bills and in bankers' acceptances. The Fund's modified duration may not exceed 180 days and the average maturity cannot exceed 365 days

The principal risk factors of this Fund are interest rate and market risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)****Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	—	38,788	—	38,788
<b>TOTAL</b>	<b>—</b>	<b>38,788</b>	<b>—</b>	<b>38,788</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	—	40,724	—	40,724
<b>TOTAL</b>	<b>—</b>	<b>40,724</b>	<b>—</b>	<b>40,724</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)****Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks. Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
Benchmarks	%	\$	\$
FTSE Canada 91 Day Treasury Bill	0.25	62	25

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – MONEY MARKET (continued)

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 1	<b>6.48</b>	6.57	6.58	6.55	6.55
Series 3	<b>6.48</b>	6.58	6.59	6.57	6.56
Series 5	<b>6.79</b>	6.87	6.86	6.81	6.78
Series 6	<b>5.09</b>	5.13	5.11	5.06	5.03
Series 7	<b>5.31</b>	5.33	5.27	5.20	5.13
Series 8*	<b>5.12</b>	5.14	5.10	5.03	—
Series IGP	<b>9.80</b>	9.93	9.93	9.89	9.88
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 1	<b>263</b>	312	342	367	444
Series 3	<b>1,491</b>	2,073	1,791	1,859	1,983
Series 5	<b>18,354</b>	15,504	20,377	13,554	15,508
Series 6	<b>10,627</b>	12,472	10,034	10,278	12,393
Series 7	<b>500</b>	1,459	1,089	1,711	1,839
Series 8*	<b>7,581</b>	8,235	6,613	3,173	—
Series IGP	<b>903</b>	998	1,075	1,324	1,349
<b>Number of units outstanding (000)</b>					
Series 1	<b>41</b>	47	52	56	68
Series 3	<b>230</b>	315	272	283	302
Series 5	<b>2,702</b>	2,258	2,972	1,990	2,287
Series 6	<b>2,086</b>	2,430	1,964	2,030	2,465
Series 7	<b>94</b>	274	207	329	358
Series 8*	<b>1,481</b>	1,602	1,297	630	—
Series IGP	<b>92</b>	101	108	134	137
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 1	<b>1.72</b>	1.71	1.72	1.73	1.72
Series 3	<b>1.72</b>	1.74	1.73	1.73	1.73
Series 5	<b>1.38</b>	1.40	1.39	1.39	1.38
Series 6	<b>1.07</b>	1.07	1.13	1.13	1.13
Series 7	<b>0.51</b>	0.52	0.59	0.59	0.58
Series 8*	<b>0.73</b>	0.73	0.80	0.79	—
Series IGP	<b>1.65</b>	1.65	1.66	1.66	1.65
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>86.63</b>	86.87	45.99	41.40	39.94

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.



## DFS GIF – CANADIAN BOND\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Government of Canada, 0.250%, March 1, 2026	5.5%
Government of Canada, 0.250%, August 1, 2023	5.1%
Canada Housing Trust, 2.900%, June 15, 2024	3.7%
Canada Housing Trust, 1.800%, December 15, 2024	2.6%
Government of Canada, 0.750%, February 1, 2024	2.4%
Royal Bank of Canada, Floating Rate, January 31, 2022	2.2%
Government of Canada, 0.250%, February 1, 2023	1.9%
Province of Québec, 3.500%, December 1, 2048	1.6%
Province of Alberta, 3.100%, June 1, 2050	1.5%
Province of British Columbia, 2.950%, June 18, 2050	1.4%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Série 1**		Série 3**		Series 5		Series 6		Series 7	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	9,442	(5.6%)	9,485	(5.1%)	9,540	(4.6%)	9,579	(4.2%)	9,625	(3.7%)
3 Years	—	—	—	—	10,673	2.2%	10,748	2.4%	10,950	3.1%
5 Years	—	—	—	—	10,691	1.3%	10,802	1.6%	11,112	2.1%
Since Inception	9,480	(4.6%)	9,580	(3.8%)	10,780	1.2%	10,920	1.4%	11,300	2.0%

	Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	9,599	(4.0%)
3 Years	10,846	2.7%
Since Inception	11,020	2.7%

\* This Fund is composed of units of the corresponding underlying investment funds.

\*\* Début des opérations en novembre 2020.

## DFS GIF – CANADIAN BOND (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	—	199,717
Investments at fair value through profit or loss (FVTPL)	69,405,441	99,508,097
Premiums receivable	7,420	6,693
Receivable for securities sold	380,804	10,203
	<u>69,793,665</u>	<u>99,724,710</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	301,270	—
Accrued expenses	105,405	153,616
Withdrawals payable	167,757	192,474
Payable for securities purchased	—	8,961
	<u>574,432</u>	<u>355,051</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>69,219,233</b></u>	<u>99,369,659</u>
<b>NET ASSETS PER UNIT</b>		
Series 1	<u>4.74</u>	5.02
Series 3	<u>4.79</u>	5.05
Series 5	<u>5.39</u>	5.65
Series 6	<u>5.46</u>	5.70
Series 7	<u>5.65</u>	5.87
Series 8	<u>5.51</u>	5.74

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	(1,192)	—
Distributions from underlying funds	1,753,473	2,420,975
Changes in fair value:		
Net realized gain (loss) on investments	(1,079,797)	327,257
Net unrealized gain (loss) on investments	(3,532,315)	66,706
	<u>(2,859,831)</u>	<u>2,814,938</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	1,026,404	469,517
Operating expenses	469,785	201,820
	<u>1,496,189</u>	<u>671,337</u>
Other expenses	120,528	—
	<u>1,616,717</u>	<u>671,337</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>(4,476,548)</b></u>	<u>2,143,601</u>
<b>DATA PER SERIES</b>		
<b>SERIES 1*</b>		
Increase (Decrease) in Net Assets from Operations	(48,190)	1,461
- per unit	(0.29)	0.01
Average Number of Units	165,795	124,892
<b>SERIES 3*</b>		
Increase (Decrease) in Net Assets from Operations	(267,336)	9,593
- per unit	(0.27)	0.01
Average Number of Units	979,779	747,526
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	(2,956,916)	1,474,018
- per unit	(0.29)	0.33
Average Number of Units	10,272,856	4,530,024
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	(668,815)	412,671
- per unit	(0.30)	0.35
Average Number of Units	2,206,720	1,193,817
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	(253,291)	103,750
- per unit	(0.98)	0.39
Average Number of Units	258,735	267,746
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	(282,000)	142,108
- per unit	(0.29)	0.30
Average Number of Units	972,381	472,745

The accompanying Notes are an integral part of these financial statements

\* Beginning of operations in November 2020.

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>99,369,659</b>	27,953,674
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>(4,476,548)</b>	2,143,601
Premiums		
Series 1*	7,767	887,080
Series 3*	279,114	5,431,462
Series 5	2,434,694	51,278,108
Series 6	917,622	12,126,082
Series 7	32,473	4,289,974
Series 8	890,300	6,462,233
	<b>4,561,970</b>	80,474,939
Withdrawals		
Series 1*	(159,988)	(8,235)
Series 3*	(784,382)	(217,011)
Series 5	(16,141,767)	(7,712,234)
Series 6	(5,455,531)	(2,360,662)
Series 7	(4,386,963)	(189,125)
Series 8	(3,307,217)	(715,288)
	<b>(30,235,848)</b>	(11,202,555)
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>69,219,233</b>	99,369,659

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>(4,476,548)</b>	2,143,601
Adjustments for:		
Net realized (gain) loss	<b>1,079,797</b>	(327,257)
Net unrealized (gain) loss	<b>3,532,315</b>	(66,706)
Non-cash distribution from investments	<b>(1,753,473)</b>	(2,420,975)
Proceeds from sale/maturity of investments	<b>27,430,000</b>	10,617,150
Investments purchased	<b>(185,983)</b>	(79,260,913)
Receivable for securities sold	<b>(370,601)</b>	(5,718)
Accrued expenses	<b>(48,211)</b>	110,378
Payable for securities purchased	<b>(8,961)</b>	2,416
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>25,198,335</b>	(69,208,024)
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	<b>4,561,243</b>	80,469,129
Amounts paid on withdrawals	<b>(30,260,565)</b>	(11,081,043)
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>(25,699,322)</b>	69,388,086
Increase (decrease) in cash/ bank overdraft	<b>(500,987)</b>	180,062
Cash (bank overdraft), beginning of period	<b>199,717</b>	19,655
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>(301,270)</b>	199,717
<b>SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Interest paid	<b>1,192</b>	—

\* Beginning of operations in November 2020.

The accompanying Notes are an integral part of these financial statements

## DFS GIF – CANADIAN BOND (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
Investment Funds					100.3
DGIA Canadian Bond Fund	6,716,599	72,448,542	69,405,441		
Total Investments		<b>72,448,542</b>	<b>69,405,441</b>		
Other Net Assets			(186,208)		(0.3)
Net Assets			<b>69,219,233</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Government of Canada, 0.250%, March 1, 2026	5.5%
Government of Canada, 0.250%, August 1, 2023	5.1%
Canada Housing Trust, 2.900%, June 15, 2024	3.7%
Canada Housing Trust, 1.800%, December 15, 2024	2.6%
Government of Canada, 0.750%, February 1, 2024	2.4%
Royal Bank of Canada, Floating Rate, January 31, 2022	2.2%
Government of Canada, 0.250%, February 1, 2023	1.9%
Province of Québec, 3.500%, December 1, 2048	1.6%
Province of Alberta, 3.100%, June 1, 2050	1.5%
Province of British Columbia, 2.950%, June 18, 2050	1.4%
Province of Ontario, 2.900%, December 2, 2046	1.3%
Government of Canada, 2.000%, December 1, 2051	1.3%
Government of Canada, 1.500%, December 1, 2031	1.2%
Province of Ontario, 2.650%, December 2, 2050	1.2%
Province of Ontario, 2.150%, June 2, 2031	1.2%
Province of Ontario, 1.350%, December 2, 2030	1.2%
Canada Housing Trust, 2.550%, December 15, 2023	1.2%
Canada Housing Trust, 2.100%, September 15, 2029	1.2%
Government of Canada, 1.750%, December 1, 2053	1.1%
Government of Canada, 4.000%, June 1, 2041	1.1%
Government of Canada, 3.500%, December 1, 2045	1.0%
Province of Ontario, 4.600%, June 2, 2039	0.9%
Province of Québec, 3.500%, December 1, 2045	0.9%
Canada Housing Trust, 1.750%, June 15, 2030	0.9%
Province of Ontario, 3.450%, June 2, 2045	0.9%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide regular income and capital security by investing in a portfolio of fixed-income securities from the Canadian bond market

#### Strategy of the Fund

This Fund, actively managed, employs a fundamental investment approach targeting a consistent allocation of value added sources. The strategy seeks to add value through management of duration, yield curve and credit risk

The principal risk factors of this Fund are credit risk and interest rate risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	—	69,405	—	69,405
<b>TOTAL</b>	<b>—</b>	<b>69,405</b>	<b>—</b>	<b>69,405</b>

  

December 31, 2020	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	—	99,508	—	99,508
<b>TOTAL</b>	<b>—</b>	<b>99,508</b>	<b>—</b>	<b>99,508</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – CANADIAN BOND (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	%	\$	\$
FTSE Canada Universe Bond	1.00	714	1,020

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 1**	<b>4.74</b>	5.02	—	—	—
Series 3**	<b>4.79</b>	5.05	—	—	—
Series 5	<b>5.39</b>	5.65	5.29	5.05	5.07
Series 6	<b>5.46</b>	5.70	5.33	5.08	5.09
Series 7	<b>5.65</b>	5.87	5.46	5.16	5.15
Series 8*	<b>5.51</b>	5.74	5.35	5.08	—
<b>Ratios and Supplemental Data</b>					
Net Asset Value (\$000's)					
Series 1**	<b>680</b>	880	—	—	—
Series 3**	<b>4,451</b>	5,224	—	—	—
Series 5	<b>48,795</b>	65,459	20,419	23,996	30,185
Series 6	<b>10,221</b>	15,428	5,250	5,013	6,624
Series 7	<b>491</b>	5,099	894	340	351
Series 8*	<b>4,580</b>	7,279	1,390	1,132	—
Number of units outstanding (000)					
Series 1**	<b>143</b>	175	—	—	—
Series 3**	<b>929</b>	1,034	—	—	—
Series 5	<b>9,055</b>	11,593	3,859	4,755	5,951
Series 6	<b>1,872</b>	2,704	985	987	1,300
Series 7	<b>87</b>	869	164	66	68
Series 8*	<b>831</b>	1,268	260	223	—
Management expense ratio (MER) <sup>1</sup> (%)					
Series 1**	<b>2.98</b>	3.05	—	—	—
Series 3**	<b>2.58</b>	2.68	—	—	—
Series 5	<b>1.96</b>	1.97	1.97	1.96	1.96
Series 6	<b>1.69</b>	1.69	1.80	1.80	1.78
Series 7	<b>1.12</b>	1.16	1.23	1.22	1.22
Series 8*	<b>1.35</b>	1.36	1.48	1.46	—
Portfolio turnover rate <sup>2</sup> (%)	<b>2.41</b>	25.97	9.60	5.00	9.30

\* Beginning of operations in April 2018.

\*\* Beginning of operations in November 2020.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – GLOBAL TACTICAL BOND – DESJARDINS\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Cash and Cash Equivalents	25.9%
Sequa, Floating Rate, July 31, 2023	1.7%
OI Movel, 8.750%, July 30, 2026	1.5%
Envision Healthcare, Floating Rate, October 11, 2025	1.4%
Pacific Gas and Electric Company, 4.500%, July 1, 2040	1.3%
Syniverse Holdings, Floating Rate, March 9, 2023	1.2%
Nationwide Building Society, Floating Rate, Perpetual	1.2%
Derivative Financial Instruments	(1.1%)
Republic of Turkey, 5.750%, May 11, 2047	1.1%
Uniti Group, 7.875%, February 15, 2025	1.0%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	9,925	(0.8%)	9,962	(0.4%)	9,981	(0.2%)	10,000	0.0%
Since Inception	10,580	2.5%	10,620	2.7%	10,740	3.2%	10,720	3.1%

\* This Fund is composed of units of the corresponding underlying investment funds.



## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	—	204
Investments at fair value through profit or loss (FVTPL)	7,866,592	2,665,938
Premiums receivable	—	875
	<u>7,866,592</u>	<u>2,667,017</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	634	—
Accrued expenses	11,896	4,420
Withdrawals payable	36,649	2,014
	<u>49,179</u>	<u>6,434</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>7,817,413</b></u>	<u>2,660,583</u>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>5.29</u>	5.33
Series 6	<u>5.31</u>	5.33
Series 7	<u>5.37</u>	5.38
Series 8	<u>5.36</u>	5.36

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	183,738	159,412
Changes in fair value:		
Net realized gain (loss) on investments	5,007	(33,321)
Net unrealized gain (loss) on investments	(21,862)	48,524
	<u>166,883</u>	<u>174,615</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	102,680	36,065
Operating expenses	14,278	4,225
	<u>116,958</u>	<u>40,290</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>49,925</b></u>	<u>134,325</u>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	(7,452)	32,237
- per unit	(0.07)	0.37
Average Number of Units	<u>110,198</u>	<u>86,970</u>
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	7,195	50,689
- per unit	0.02	0.31
Average Number of Units	<u>399,193</u>	<u>164,179</u>
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	52,567	23,009
- per unit	0.11	0.46
Average Number of Units	<u>490,828</u>	<u>49,949</u>
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	(2,385)	28,390
- per unit	(0.01)	0.46
Average Number of Units	<u>203,873</u>	<u>62,215</u>

The accompanying Notes are an integral part of these financial statements

## DFS GIF – GLOBAL TACTICAL BOND – DESJARDINS (continued)

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>2,660,583</u>	<u>658,297</u>
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>49,925</u>	<u>134,325</u>
Premiums		
Series 5	287,782	722,662
Series 6	2,025,505	1,135,677
Series 7	2,968,989	291,385
Series 8	<u>1,568,905</u>	<u>489,804</u>
	<u>6,851,181</u>	<u>2,639,528</u>
Withdrawals		
Series 5	(242,168)	(257,176)
Series 6	(527,326)	(310,502)
Series 7	(659,788)	(78,437)
Series 8	<u>(314,994)</u>	<u>(125,452)</u>
	<u>(1,744,276)</u>	<u>(771,567)</u>
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>7,817,413</u>	<u>2,660,583</u>

## STATEMENT OF CASH FLOWS

Periods Ended December 31	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	49,925	134,325
Adjustments for:		
Net realized (gain) loss	(5,007)	33,321
Net unrealized (gain) loss	21,862	(48,524)
Non-cash distribution from investments	(183,738)	(159,412)
Proceeds from sale/maturity of investments	1,290,994	465,584
Investments purchased	(6,324,765)	(2,297,414)
Accrued expenses	7,476	3,241
Payable for securities purchased	—	(4,193)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>(5,143,253)</u>	<u>(1,873,072)</u>
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	6,852,056	2,638,653
Amounts paid on withdrawals	(1,709,641)	(769,854)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>5,142,415</u>	<u>1,868,799</u>
Increase (decrease) in cash/ bank overdraft	(838)	(4,273)
Cash (bank overdraft), beginning of period	204	4,477
CASH (BANK OVERDRAFT), END OF PERIOD	<u>(634)</u>	<u>204</u>

The accompanying Notes are an integral part of these financial statements

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.6
Desjardins Global Tactical Bond Fund, I-Class	784,228	7,858,711	7,866,592		
<b>Total Investments</b>		<b>7,858,711</b>	<b>7,866,592</b>		
<b>Other Net Assets</b>			(49,179)		(0.6)
<b>Net Assets</b>			<b>7,817,413</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Cash and Cash Equivalents	25.9%
Sequa, Floating Rate, July 31, 2023	1.7%
OI Movel, 8.750%, July 30, 2026	1.5%
Envision Healthcare, Floating Rate, October 11, 2025	1.4%
Pacific Gas and Electric Company, 4.500%, July 1, 2040	1.3%
Syniverse Holdings, Floating Rate, March 9, 2023	1.2%
Nationwide Building Society, Floating Rate, Perpetual	1.2%
Derivative Financial Instruments	(1.1%)
Republic of Turkey, 5.750%, May 11, 2047	1.1%
Uniti Group, 7.875%, February 15, 2025	1.0%
Peru LNG, 5.375%, March 22, 2030	1.0%
Sands China, 5.400%, August 8, 2028	0.9%
Stichting AK Rabobank Certificaten, 6.500%, Decembre 31, 2049	0.9%
Gazprom, 8.625%, April 28, 2034	0.9%
Topaz Solar Farms, 5.750%, September 30, 2039	0.8%
MGM Growth Properties, 3.875%, February 15, 2029	0.8%
Pacific Gas and Electric Company, 4.300%, March 15, 2045	0.8%
Banca Monte dei Paschi di Siena, 3.625%, September 24, 2024	0.7%
Guara Norte, 5.198%, June 15, 2034	0.7%
Petróleos Mexicanos, 6.490%, January 23, 2027	0.7%
Community Health Systems, 8.000%, March 15, 2026	0.7%
Eskom Holdings, 6.750%, August 6, 2023	0.7%
Sprint Corporation, 7.125%, June 15, 2024	0.7%
Wynn Macau, 5.625%, August 26, 2028	0.7%
Arab Republic of Egypt, 6.375%, April 11, 2031	0.7%

## DFS GIF – GLOBAL TACTICAL BOND – DESJARDINS (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS****Objective of the Fund**

To provide high income and some long-term capital appreciation by investing primarily in fixed-income securities of issuers throughout the world

**Strategy of the Fund**

The Fund invests in the Desjardins Global Tactical Bond fund. The underlying fund invests primarily in global credit markets including, without limitation, investment-grade corporate bonds, high-yield corporate bonds and emerging market bonds. The Fund may also invest in other classes of securities, such as floating rate loans, asset-backed securities, mortgage-backed securities and government bonds

The principal risk factors of this Fund are interest rate risk, credit risk, derivatives risk, foreign currency risk and sovereign risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)****Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	7,867	—	—	7,867
<b>TOTAL</b>	<b>7,867</b>	<b>—</b>	<b>—</b>	<b>7,867</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	2,666	—	—	2,666
<b>TOTAL</b>	<b>2,666</b>	<b>—</b>	<b>—</b>	<b>2,666</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)****Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks. Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's best estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, with all other variables held constant, is as follows:

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
Benchmarks	%	\$	\$
Bloomberg Barclays Global Aggregate Corporate Bond Ex Emerging Markets Hedged (33.3%)	1.50	39	13
BofA Merrill Lynch Global High Yield, BB-B Rated Constrained Developed Markets Hedged (33.3%)	2.00	52	18
J.P. Morgan EMBI Global Diversified Hedged (33.3%)	2.00	52	18

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – GLOBAL TACTICAL BOND – DESJARDINS (continued)

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past three periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019*
<b>Net Assets and Net Asset Value Per Unit (\$)</b>			
Series 5	<b>5.29</b>	5.33	5.08
Series 6	<b>5.31</b>	5.33	5.08
Series 7	<b>5.37</b>	5.38	5.09
Series 8	<b>5.36</b>	5.36	5.09
<b>Ratios and Supplemental Data</b>			
Net Asset Value (\$000's)			
Series 5	<b>660</b>	622	124
Series 6	<b>2,576</b>	1,071	195
Series 7	<b>2,738</b>	376	140
Series 8	<b>1,844</b>	592	200
Number of units outstanding (000)			
Series 5	<b>125</b>	117	24
Series 6	<b>485</b>	201	38
Series 7	<b>510</b>	70	28
Series 8	<b>344</b>	110	39
Management expense ratio (MER) <sup>1</sup> (%)			
Series 5	<b>2.37</b>	2.47	2.47
Series 6	<b>2.06</b>	2.13	2.30
Series 7	<b>1.58</b>	1.61	1.78
Series 8	<b>1.75</b>	1.78	1.95
Portfolio turnover rate <sup>2</sup> (%)	<b>20.68</b>	25.80	48.62

\* Beginning of operations in October 2019.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – DIVERSIFIED INCOME – FRANKLIN QUOTENTIAL\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Franklin Bissett Core Plus Bond Fund	27.2%
Franklin Bissett Canadian Government Bond Fund	18.0%
Franklin Liberty Global Aggregate Bond ETF	12.3%
Franklin Bissett Short Duration Bond Fund	8.9%
Franklin Brandywine Global Sustainable Income Optimiser Fund	4.4%
Franklin FTSE U.S. Index ETF	3.3%
Franklin U.S. Core Equity Fund	3.2%
Franklin FTSE Canada All Cap Index ETF	3.2%
Franklin Bissett Canadian Equity Fund	2.8%
Franklin International Core Equity Fund	2.1%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 3		Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	10,062	0.6%	10,084	0.8%	10,101	1.0%	10,163	1.6%	10,143	1.4%
3 Years	11,311	4.2%	11,388	4.4%	11,450	4.6%	11,639	5.2%	11,568	5.0%
5 Years	11,120	2.1%	11,250	2.4%	11,361	2.6%	11,663	3.1%	—	—
10 Years	13,145	2.8%	13,446	3.0%	—	—	—	—	—	—
Since Inception	16,220	2.3%	15,218	3.0%	12,000	2.3%	12,500	2.9%	11,360	3.5%

\* This Fund is composed of units of the corresponding underlying investment funds.

## DFS GIF – DIVERSIFIED INCOME – FRANKLIN QUOTENTIAL (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Investments at fair value through profit or loss (FVTPL)	<b>113,310,562</b>	134,943,863
Premiums receivable	<b>73,750</b>	477
Receivable for securities sold	<b>253,927</b>	195,178
	<b>113,638,239</b>	135,139,518
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	<b>248,352</b>	67,463
Accrued expenses	<b>263,121</b>	317,364
Withdrawals payable	<b>254,058</b>	292,820
	<b>765,531</b>	677,647
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b>112,872,708</b>	134,461,871
<b>NET ASSETS PER UNIT</b>		
Series 3	<b>8.11</b>	8.06
Series 5	<b>8.37</b>	8.30
Series 6	<b>6.00</b>	5.94
Series 7	<b>6.25</b>	6.15
Series 8	<b>5.68</b>	5.60

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	<b>2,366,576</b>	3,256,357
Changes in fair value:		
Net realized gain (loss) on investments	<b>5,444,183</b>	4,820,184
Net unrealized gain (loss) on investments	<b>(3,407,774)</b>	4,485,301
	<b>4,402,985</b>	12,561,842
<b>EXPENSES</b>		
Management fees and guarantee charge	<b>2,804,911</b>	3,284,219
Operating expenses	<b>615,536</b>	715,767
	<b>3,420,447</b>	3,999,986
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b>982,538</b>	8,561,856
<b>DATA PER SERIES</b>		
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	<b>9,774</b>	180,045
- per unit	<b>0.03</b>	0.46
Average Number of Units	<b>318,997</b>	389,014
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	<b>632,616</b>	6,107,847
- per unit	<b>0.06</b>	0.48
Average Number of Units	<b>10,676,143</b>	12,855,607
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	<b>160,310</b>	1,251,934
- per unit	<b>0.06</b>	0.35
Average Number of Units	<b>2,856,989</b>	3,537,503
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	<b>57,227</b>	322,335
- per unit	<b>0.09</b>	0.40
Average Number of Units	<b>638,947</b>	808,255
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	<b>122,611</b>	699,695
- per unit	<b>0.07</b>	0.35
Average Number of Units	<b>1,732,959</b>	1,971,819

The accompanying Notes are an integral part of these financial statements



STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>134,461,871</u>	146,507,166
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>982,538</u>	8,561,856
Premiums		
Series 3	61,234	295,372
Series 5	3,642,394	6,356,877
Series 6	1,044,864	1,568,685
Series 7	182,589	119,000
Series 8	1,094,498	1,973,388
	<u>6,025,579</u>	10,313,322
Withdrawals		
Series 3	(524,924)	(1,466,068)
Series 5	(19,384,548)	(22,064,415)
Series 6	(5,114,346)	(4,126,962)
Series 7	(1,565,276)	(466,235)
Series 8	(2,008,186)	(2,796,793)
	<u>(28,597,280)</u>	(30,920,473)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>112,872,708</u>	134,461,871

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	982,538	8,561,856
Adjustments for:		
Net realized (gain) loss	(5,444,183)	(4,820,184)
Net unrealized (gain) loss	3,407,774	(4,485,301)
Non-cash distribution from investments	(2,366,576)	(3,256,357)
Proceeds from sale/maturity of investments	27,083,065	26,610,989
Investments purchased	(1,046,779)	(1,950,677)
Receivable for securities sold	(58,749)	(195,178)
Accrued expenses	(54,243)	(29,174)
Payable for securities purchased	—	(59,991)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>22,502,847</u>	20,375,983
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	5,952,306	10,400,430
Amounts paid on withdrawals	(28,636,042)	(30,873,486)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>(22,683,736)</u>	(20,473,056)
Increase (decrease) in cash/ bank overdraft	(180,889)	(97,073)
Cash (bank overdraft), beginning of period	(67,463)	29,610
CASH (BANK OVERDRAFT), END OF PERIOD	<u>(248,352)</u>	(67,463)

The accompanying Notes are an integral part of these financial statements

## DFS GIF – DIVERSIFIED INCOME – FRANKLIN QUOTENTIAL (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.4
Franklin Quotential Diversified Income Portfolio, Series O	13,728,124	90,364,862	113,310,562		
<b>Total Investments</b>		<b>90,364,862</b>	<b>113,310,562</b>		
<b>Other Net Assets</b>			(437,854)		(0.4)
<b>Net Assets</b>			<b>112,872,708</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Franklin Bissett Core Plus Bond Fund	27.2%
Franklin Bissett Canadian Government Bond Fund	18.0%
Franklin Liberty Global Aggregate Bond ETF	12.3%
Franklin Bissett Short Duration Bond Fund	8.9%
Franklin Brandywine Global Sustainable Income Optimiser Fund	4.4%
Franklin FTSE U.S. Index ETF	3.3%
Franklin U.S. Core Equity Fund	3.2%
Franklin FTSE Canada All Cap Index ETF	3.2%
Franklin Bissett Canadian Equity Fund	2.8%
Franklin International Core Equity Fund	2.1%
Franklin U.S. Rising Dividends Fund	2.0%
Franklin Canadian Core Equity Fund	1.8%
SPDR Portfolio S&P 500 Value ETF	1.5%
Franklin ClearBridge U.S. Sustainability Leaders Fund	1.3%
Franklin U.S. Opportunities Fund	1.3%
Franklin FTSE Europe ex U.K. Index ETF	1.1%
Templeton Global Bond Fund	1.1%
Templeton Emerging Markets Fund	1.1%
iShares Core MSCI EAFE ETF	1.0%
Franklin ClearBridge Sustainable International Growth Fund	0.9%
Franklin Emerging Markets Core Equity Fund	0.7%
Franklin FTSE Japan Index ETF	0.4%
Cash and Cash Equivalents	0.4%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide a balance of capital growth and interest income by investing primarily in units of an underlying fund in order to gain the desired exposure to the equity and fixed-income markets

#### Strategy of the Fund

To emphasize investments in fixed-income underlying funds in order to provide income and capital preservation. The Fund also invests, to a lesser extent, in equity underlying funds in order to increase the potential for capital appreciation over a longer investment horizon

The principal risk factors of this Fund are interest rate, foreign currency, credit, sovereign, market, special equities and derivatives risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
December 31, 2021				
Financial Assets at FVTPL				
Non-Related Investment Funds	113,311	—	—	113,311
<b>TOTAL</b>	<b>113,311</b>	<b>—</b>	<b>—</b>	<b>113,311</b>
December 31, 2020				
Financial Assets at FVTPL				
Non-Related Investment Funds	134,944	—	—	134,944
<b>TOTAL</b>	<b>134,944</b>	<b>—</b>	<b>—</b>	<b>134,944</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – DIVERSIFIED INCOME – FRANKLIN QUOTENTIAL (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	%	\$	\$
FTSE Canada Universe Bond (55%)	1.00	690	823
Bloomberg Barclays Multiverse Hedged (25%)	1.00	313	N/A
Bloomberg Barclays Multiverse Bond (0%)	1.00	N/A	374
S&P/TSX (5%)	3.00	188	224
MSCI All Country World Net (15%)	3.00	564	673

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 3	<b>8.11</b>	8.06	7.61	7.17	7.46
Series 5	<b>8.37</b>	8.30	7.82	7.35	7.63
Series 6	<b>6.00</b>	5.94	5.58	5.24	5.43
Series 7	<b>6.25</b>	6.15	5.75	5.37	5.54
Series 8*	<b>5.68</b>	5.60	5.24	4.91	—
<b>Ratios and Supplemental Data</b>					
Net Asset Value (\$000's)					
Series 3	<b>2,371</b>	2,825	3,815	4,413	5,085
Series 5	<b>82,066</b>	97,176	106,775	116,557	141,848
Series 6	<b>15,358</b>	19,268	20,574	20,736	32,448
Series 7	<b>3,440</b>	4,766	4,791	5,247	6,114
Series 8*	<b>9,637</b>	10,428	10,552	9,904	—
Number of units outstanding (000)					
Series 3	<b>292</b>	350	501	615	682
Series 5	<b>9,806</b>	11,708	13,662	15,856	18,594
Series 6	<b>2,560</b>	3,246	3,689	3,961	5,980
Series 7	<b>550</b>	775	833	977	1,105
Series 8*	<b>1,697</b>	1,862	2,012	2,019	—
Management expense ratio (MER) <sup>1</sup> (%)					
Series 3	<b>3.16</b>	3.15	3.14	3.15	3.14
Series 5	<b>2.92</b>	2.93	2.92	2.92	2.91
Series 6	<b>2.66</b>	2.67	2.72	2.71	2.70
Series 7	<b>2.13</b>	2.15	2.22	2.22	2.18
Series 8*	<b>2.32</b>	2.32	2.38	2.42	—
Portfolio turnover rate <sup>2</sup> (%)					
	<b>2.80</b>	3.68	5.31	3.92	5.80

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – BALANCED INCOME – FRANKLIN QUOTENTIAL\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading “Strategy in using Financial Instruments”

For a detailed description of each Fund’s investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Franklin Bissett Core Plus Bond Fund	20.4%
Franklin Bissett Canadian Government Bond Fund	13.5%
Franklin Liberty Global Aggregate Bond ETF	9.3%
Franklin Bissett Short Duration Bond Fund	6.6%
Franklin FTSE U.S. Index ETF	5.3%
Franklin U.S. Core Equity Fund	5.2%
Franklin FTSE Canada All Cap Index ETF	5.1%
Franklin Bissett Canadian Equity Fund	4.5%
Franklin International Core Equity Fund	3.5%
Franklin U.S. Rising Dividends Fund	3.3%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 3		Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	10,421	4.2%	10,445	4.4%	10,478	4.8%	10,526	5.3%	10,514	5.1%
3 Years	11,964	6.2%	12,053	6.4%	12,144	6.7%	12,315	7.2%	12,252	7.0%
5 Years	11,783	3.3%	11,920	3.6%	12,062	3.8%	12,349	4.3%	—	—
10 Years	14,862	4.0%	15,227	4.3%	—	—	—	—	—	—
Since Inception	15,840	2.2%	15,539	3.2%	13,140	3.5%	13,620	4.0%	11,860	4.7%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Investments at fair value through profit or loss (FVTPL)	<b>177,914,878</b>	199,176,901
Premiums receivable	<b>22,067</b>	1,028
Receivable for securities sold	<b>290,475</b>	385,273
	<b>178,227,420</b>	199,563,202
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	<b>197,126</b>	132,927
Accrued expenses	<b>427,686</b>	480,524
Withdrawals payable	<b>236,031</b>	396,727
	<b>860,843</b>	1,010,178
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b>177,366,577</b>	198,553,024
<b>NET ASSETS PER UNIT</b>		
Series 3	<b>7.92</b>	7.60
Series 5	<b>8.22</b>	7.87
Series 6	<b>6.57</b>	6.27
Series 7	<b>6.81</b>	6.47
Series 8	<b>5.93</b>	5.64

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	—	185
Distributions from underlying funds	<b>6,161,456</b>	4,197,493
Changes in fair value:		
Net realized gain (loss) on investments	<b>10,662,086</b>	7,799,743
Net unrealized gain (loss) on investments	<b>(3,266,020)</b>	6,881,443
	<b>13,557,522</b>	18,878,864
<b>EXPENSES</b>		
Management fees and guarantee charge	<b>4,397,269</b>	4,731,483
Operating expenses	<b>1,038,118</b>	1,113,325
	<b>5,435,387</b>	5,844,808
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b>8,122,135</b>	13,034,056
<b>DATA PER SERIES</b>		
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	<b>203,476</b>	327,500
- per unit	<b>0.32</b>	0.44
Average Number of Units	<b>643,288</b>	737,290
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	<b>6,648,977</b>	10,753,209
- per unit	<b>0.34</b>	0.48
Average Number of Units	<b>19,433,785</b>	22,370,735
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	<b>794,325</b>	1,273,654
- per unit	<b>0.29</b>	0.40
Average Number of Units	<b>2,708,053</b>	3,158,481
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	<b>194,787</b>	271,328
- per unit	<b>0.34</b>	0.45
Average Number of Units	<b>579,887</b>	607,244
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	<b>280,570</b>	408,365
- per unit	<b>0.29</b>	0.37
Average Number of Units	<b>983,810</b>	1,101,299

The accompanying Notes are an integral part of these financial statements

## DFS GIF – BALANCED INCOME – FRANKLIN QUOTENTIAL (continued)

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>198,553,024</u>	209,426,849
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>8,122,135</u>	13,034,056
Premiums		
Series 3	134,741	223,865
Series 5	5,199,643	10,129,841
Series 6	1,481,468	1,522,954
Series 7	59,090	16,089
Series 8	986,201	459,471
	<u>7,861,143</u>	12,352,220
Withdrawals		
Series 3	(666,236)	(1,018,541)
Series 5	(30,205,869)	(30,913,566)
Series 6	(4,975,969)	(3,069,963)
Series 7	(223,629)	(178,077)
Series 8	(1,098,022)	(1,079,954)
	<u>(37,169,725)</u>	(36,260,101)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>177,366,577</u>	198,553,024

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	8,122,135	13,034,056
Adjustments for:		
Net realized (gain) loss	(10,662,086)	(7,799,743)
Net unrealized (gain) loss	3,266,020	(6,881,443)
Non-cash distribution from investments	(6,161,456)	(4,197,493)
Proceeds from sale/maturity of investments	35,214,662	30,361,752
Investments purchased	(395,117)	(569,965)
Receivable for securities sold	94,798	(275,315)
Accrued expenses	(52,838)	(28,202)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>29,426,118</u>	23,643,647
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	7,840,104	12,372,225
Amounts paid on withdrawals	(37,330,421)	(36,211,868)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>(29,490,317)</u>	(23,839,643)
Increase (decrease) in cash/ bank overdraft	(64,199)	(195,996)
Cash (bank overdraft), beginning of period	(132,927)	63,069
CASH (BANK OVERDRAFT), END OF PERIOD	<u>(197,126)</u>	(132,927)
SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Interest received	—	267
Interest paid	—	82

The accompanying Notes are an integral part of these financial statements



## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.3
Franklin Quotential Balanced Income Portfolio, Series O	15,618,899	125,035,054	177,914,878		
<b>Total Investments</b>		<b>125,035,054</b>	<b>177,914,878</b>		
<b>Other Net Assets</b>			(548,301)		(0.3)
<b>Net Assets</b>			<b>177,366,577</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Franklin Bissett Core Plus Bond Fund	20.4%
Franklin Bissett Canadian Government Bond Fund	13.5%
Franklin Liberty Global Aggregate Bond ETF	9.3%
Franklin Bissett Short Duration Bond Fund	6.6%
Franklin FTSE U.S. Index ETF	5.3%
Franklin U.S. Core Equity Fund	5.2%
Franklin FTSE Canada All Cap Index ETF	5.1%
Franklin Bissett Canadian Equity Fund	4.5%
Franklin International Core Equity Fund	3.5%
Franklin U.S. Rising Dividends Fund	3.3%
Franklin Brandywine Global Sustainable Income Optimiser Fund	3.3%
Franklin Canadian Core Equity Fund	2.9%
SPDR Portfolio S&P 500 Value ETF	2.5%
Franklin ClearBridge U.S. Sustainability Leaders Fund	2.2%
Franklin U.S. Opportunities Fund	2.1%
Franklin FTSE Europe ex U.K. Index ETF	1.8%
Templeton Emerging Markets Fund	1.8%
iShares Core MSCI EAFE ETF	1.7%
Franklin ClearBridge Sustainable International Growth Fund	1.4%
Franklin Emerging Markets Core Equity Fund	1.2%
Cash and Cash Equivalents	0.9%
Templeton Global Bond Fund	0.8%
Franklin FTSE Japan Index ETF	0.7%

## DFS GIF – BALANCED INCOME – FRANKLIN QUOTENTIAL (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS****Objective of the Fund**

To provide a balance of capital growth and interest income by investing primarily in units of an individual underlying fund in order to gain the desired exposure to the equity and fixed-income markets

**Strategy of the Fund**

To invest in fixed-income underlying funds in order to provide income and capital preservation. The Fund also invests in equity underlying funds in order to increase the potential for capital appreciation over a longer investment horizon

The principal risk factors of this Fund are interest rate, foreign currency, credit, sovereign, market, special equities and derivatives risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)****Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	177,915	—	—	177,915
<b>TOTAL</b>	<b>177,915</b>	<b>—</b>	<b>—</b>	<b>177,915</b>

December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	199,177	—	—	199,177
<b>TOTAL</b>	<b>199,177</b>	<b>—</b>	<b>—</b>	<b>199,177</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)****Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks. Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	<b>%</b>	<b>\$</b>	<b>\$</b>
FTSE Canada Universe Bond (40%)	1.00	751	836
Bloomberg Barclays Multiverse Hedged (20%)	1.00	375	N/A
Bloomberg Barclays Multiverse Bond (0%)	1.00	N/A	418
S&P/TSX (10%)	3.00	563	627
MSCI All Country World Net (30%)	3.00	1,689	1,880

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – BALANCED INCOME – FRANKLIN QUOTENTIAL (continued)

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 3	<b>7.92</b>	7.60	7.14	6.62	6.97
Series 5	<b>8.22</b>	7.87	7.38	6.82	7.16
Series 6	<b>6.57</b>	6.27	5.86	5.41	5.67
Series 7	<b>6.81</b>	6.47	6.02	5.53	5.77
Series 8*	<b>5.93</b>	5.64	5.26	4.84	—
<b>Ratios and Supplemental Data</b>					
Net Asset Value (\$000's)					
Series 3	<b>4,764</b>	5,092	5,559	6,420	8,106
Series 5	<b>146,877</b>	165,234	175,265	179,847	204,375
Series 6	<b>15,978</b>	18,678	18,952	18,333	26,803
Series 7	<b>3,856</b>	3,826	3,717	3,424	5,137
Series 8*	<b>5,891</b>	5,722	5,934	6,404	—
Number of units outstanding (000)					
Series 3	<b>602</b>	670	779	970	1,164
Series 5	<b>17,860</b>	20,985	23,754	26,354	28,525
Series 6	<b>2,434</b>	2,979	3,232	3,388	4,727
Series 7	<b>566</b>	591	617	619	891
Series 8*	<b>993</b>	1,014	1,129	1,324	—
Management expense ratio (MER) <sup>1</sup> (%)					
Series 3	<b>3.20</b>	3.20	3.20	3.20	3.20
Series 5	<b>2.95</b>	2.95	2.95	2.95	2.95
Series 6	<b>2.69</b>	2.69	2.75	2.75	2.75
Series 7	<b>2.21</b>	2.21	2.27	2.27	2.28
Series 8*	<b>2.34</b>	2.33	2.40	2.42	—
Portfolio turnover rate <sup>2</sup> (%)	<b>3.50</b>	2.37	2.74	4.41	5.40

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – CANADIAN BALANCED – FIDELITY\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Royal Bank of Canada	5.1%
Brookfield Asset Management	3.5%
Shopify	3.5%
Nutrien	2.9%
Canadian Pacific Railway	2.7%
Canadian Imperial Bank of Commerce	2.2%
Canadian Natural Resources	2.0%
Sun Life Financial	1.9%
Thomson Reuters Corporation	1.9%
Toronto-Dominion Bank	1.7%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 3		Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	10,920	9.2%	10,971	9.7%	10,996	10.0%	11,056	10.6%	11,048	10.5%
3 Years	13,283	9.9%	13,459	10.4%	13,514	10.6%	13,754	11.2%	13,663	11.0%
5 Years	13,102	5.6%	13,386	6.0%	13,487	6.2%	13,873	6.8%	—	—
10 Years	17,848	6.0%	18,607	6.4%	—	—	—	—	—	—
Since Inception	24,440	7.1%	25,760	7.5%	15,460	5.7%	16,120	6.3%	13,280	8.0%

\* This Fund is composed of units of the corresponding underlying investment funds.

## DFS GIF – CANADIAN BALANCED – FIDELITY (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	126,699	322,218
Investments at fair value through profit or loss (FVTPL)	735,463,235	733,000,949
Premiums receivable	221,661	248,335
Receivable for securities sold	397,792	150,905
	<u>736,209,387</u>	<u>733,722,407</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	1,773,796	1,771,842
Withdrawals payable	1,382,511	1,253,064
Payable for securities purchased	—	50,215
	<u>3,156,307</u>	<u>3,075,121</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>733,053,080</b></u>	<u>730,647,286</u>
<b>NET ASSETS PER UNIT</b>		
Series 3	<u>12.22</u>	11.19
Series 5	<u>12.88</u>	11.74
Series 6	<u>7.73</u>	7.03
Series 7	<u>8.06</u>	7.29
Series 8	<u>6.64</u>	6.01

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	3,747	659
Distributions from underlying funds	61,956,703	39,954,291
Changes in fair value:		
Net realized gain (loss) on investments	20,863,529	14,625,350
Net unrealized gain (loss) on investments	6,010,882	23,681,071
	<u>88,834,861</u>	<u>78,261,371</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	17,249,997	16,830,563
Operating expenses	4,110,089	4,005,153
	<u>21,360,086</u>	<u>20,835,716</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>67,474,775</b></u>	<u>57,425,655</u>
<b>DATA PER SERIES</b>		
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	766,101	607,434
- per unit	1.03	0.80
Average Number of Units	740,962	759,731
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	61,411,392	52,536,035
- per unit	1.13	0.89
Average Number of Units	54,249,897	59,249,282
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	3,105,201	2,627,618
- per unit	0.70	0.55
Average Number of Units	4,420,971	4,796,901
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	515,180	435,781
- per unit	0.77	0.59
Average Number of Units	669,419	740,714
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	1,676,901	1,218,787
- per unit	0.62	0.47
Average Number of Units	2,703,679	2,584,691

The accompanying Notes are an integral part of these financial statements

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>730,647,286</u>	729,335,913
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>67,474,775</u>	57,425,655
Premiums		
Series 3	947,092	882,597
Series 5	49,666,471	64,278,165
Series 6	6,118,959	4,015,309
Series 7	143,867	23,051
Series 8	6,064,249	4,304,342
	<u>62,940,638</u>	73,503,464
Withdrawals		
Series 3	(1,372,310)	(1,299,701)
Series 5	(112,799,443)	(117,933,572)
Series 6	(8,924,594)	(6,384,937)
Series 7	(260,354)	(676,334)
Series 8	(4,652,918)	(3,323,202)
	<u>(128,009,619)</u>	(129,617,746)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>733,053,080</u>	730,647,286

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	67,474,775	57,425,655
Adjustments for:		
Net realized (gain) loss	(20,863,529)	(14,625,350)
Net unrealized (gain) loss	(6,010,882)	(23,681,071)
Non-cash distribution from investments	(61,956,703)	(39,954,291)
Proceeds from sale/maturity of investments	88,129,616	79,968,061
Investments purchased	(1,760,788)	(2,837,221)
Receivable for securities sold	(246,887)	142,228
Accrued expenses	1,954	(24,359)
Payable for securities purchased	(50,215)	50,215
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>64,717,341</u>	56,463,867
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	62,967,312	74,190,697
Amounts paid on withdrawals	(127,880,172)	(130,522,600)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>(64,912,860)</u>	(56,331,903)
Increase (decrease) in cash/ bank overdraft	(195,519)	131,964
Cash (bank overdraft), beginning of period	322,218	190,254
CASH (BANK OVERDRAFT), END OF PERIOD	<u>126,699</u>	322,218
SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Interest received	—	947
Interest paid	104	288

The accompanying Notes are an integral part of these financial statements

## DFS GIF – CANADIAN BALANCED – FIDELITY (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$		%
<b>Investment Funds</b>					100.3
Fidelity Canadian Balanced Fund, Series O	28,097,712	579,059,485	735,463,235		
<b>Total Investments</b>		<b>579,059,485</b>	<b>735,463,235</b>		
<b>Other Net Assets</b>			(2,410,155)		(0.3)
<b>Net Assets</b>			<b>733,053,080</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Royal Bank of Canada	5.1%
Brookfield Asset Management	3.5%
Shopify	3.5%
Nutrien	2.9%
Canadian Pacific Railway	2.7%
Canadian Imperial Bank of Commerce	2.2%
Canadian Natural Resources	2.0%
Sun Life Financial	1.9%
Thomson Reuters Corporation	1.9%
Toronto-Dominion Bank	1.7%
Constellation Software	1.7%
Waste Connections	1.7%
Canadian Natural Resources	1.6%
Colliers International Group	1.5%
Cenovus Energy	1.4%
Aritzia	1.2%
Microsoft Corporation	1.1%
National Bank of Canada	1.0%
Gildan Activewear	1.0%
Canada HSG, 1.250%, June 15, 2026	0.9%
BRP	0.8%
Province of Ontario, 1.750%, September 8, 2025	0.7%
Finning International	0.7%
Fidelity Canadian Money Market Fund	0.7%
TFI International	0.6%



## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To achieve high total investment return using a diversified portfolio targeting long-term capital appreciation and a regular income stream through investment in any kind of equity or fixed-income security or money market instrument. The fundamental investment objective of the Fund is to provide investors with a balanced asset mix with the potential for capital growth

#### Strategy of the Fund

Target fixed asset allocation to deliver superior long-term growth potential and reduced levels of risk. The Fund invests primarily in a mix of Canadian equity securities, investment grade bonds, high yield securities and money market instruments. The equity investment decisions are based on a thorough examination of the company, financial conditions and long-term earnings potential

The principal risk factors of this Fund are interest rate risk, special equities risk, derivatives risk, market risk and credit risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	735,463	—	—	735,463
<b>TOTAL</b>	<b>735,463</b>	<b>—</b>	<b>—</b>	<b>735,463</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	733,001	—	—	733,001
<b>TOTAL</b>	<b>733,001</b>	<b>—</b>	<b>—</b>	<b>733,001</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – CANADIAN BALANCED – FIDELITY (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	%	\$	\$
FTSE Canada Universe Bond (40%)	1.00	2,957	2,923
Merrill Lynch High Yield Master II (10%)	2.00	1,479	1,462
S&P/TSX Capped (50%)	3.00	11,090	10,962

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 3	<b>12.22</b>	11.19	10.36	9.20	9.66
Series 5	<b>12.88</b>	11.74	10.83	9.57	10.01
Series 6	<b>7.73</b>	7.03	6.48	5.72	5.97
Series 7	<b>8.06</b>	7.29	6.68	5.86	6.08
Series 8*	<b>6.64</b>	6.01	5.52	4.86	—
<b>Ratios and Supplemental Data</b>					
Net Asset Value (\$000's)					
Series 3	<b>8,724</b>	8,383	8,193	8,346	10,023
Series 5	<b>666,756</b>	668,478	669,597	651,002	766,980
Series 6	<b>32,879</b>	32,579	32,321	28,967	43,441
Series 7	<b>5,354</b>	4,955	5,173	4,619	4,505
Series 8*	<b>19,340</b>	16,252	14,052	10,740	—
Number of units outstanding (000)					
Series 3	<b>714</b>	749	791	907	1,038
Series 5	<b>51,783</b>	56,947	61,844	68,010	76,652
Series 6	<b>4,251</b>	4,633	4,991	5,067	7,277
Series 7	<b>664</b>	680	775	788	741
Series 8*	<b>2,915</b>	2,703	2,546	2,212	—
Management expense ratio (MER) <sup>1</sup> (%)					
Series 3	<b>3.38</b>	3.37	3.38	3.38	3.38
Series 5	<b>2.96</b>	2.96	2.96	2.96	2.96
Series 6	<b>2.70</b>	2.70	2.81	2.81	2.81
Series 7	<b>2.16</b>	2.15	2.27	2.27	2.28
Series 8*	<b>2.35</b>	2.36	2.48	2.48	—
Portfolio turnover rate <sup>2</sup> (%)	<b>8.76</b>	6.02	5.45	4.56	4.20

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – U.S. MONTHLY INCOME – FIDELITY\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Fidelity U.S. Money Market Fund	2.6%
iShares TIPS Bond ETF	2.4%
U.S. Treasury Note, 1.250%, April 30, 2028	1.6%
JPMorgan Chase & Company	1.4%
iShares Comex Gold Trust ETF	1.3%
UnitedHealth Group	1.1%
U.S. Treasury Note, 1.375%, November 15, 2031	1.1%
Bank of America Corporation	1.1%
Danaher Corporation	1.1%
U.S. Treasury Note, 2.125%, July 31, 2024	1.0%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,033	10.3%	11,076	10.8%	11,121	11.2%	11,113	11.1%
3 Years	12,544	7.8%	12,633	8.1%	12,810	8.6%	12,747	8.4%
5 Years	12,716	4.9%	12,808	5.1%	13,143	5.6%	—	—
Since Inception	14,100	5.7%	14,200	5.8%	14,680	6.4%	13,180	7.8%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	—	2,358
Investments at fair value through profit or loss (FVTPL)	23,985,109	20,256,077
Premiums receivable	183,580	—
Receivable for securities sold	8,810	—
	<u>24,177,499</u>	<u>20,258,435</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	7,788	—
Accrued expenses	50,265	42,785
Withdrawals payable	106,029	69,337
Payable for securities purchased	9,680	1,636
	<u>173,762</u>	<u>113,758</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b><u>24,003,737</u></b>	<b><u>20,144,677</u></b>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>7.05</u>	6.39
Series 6	<u>7.10</u>	6.42
Series 7	<u>7.34</u>	6.60
Series 8	<u>6.59</u>	5.93

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	1,110,027	796,809
Changes in fair value:		
Net realized gain (loss) on investments	349,174	241,963
Net unrealized gain (loss) on investments	1,337,262	216,983
	<u>2,796,463</u>	<u>1,255,755</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	508,461	498,610
Operating expenses	48,709	44,843
	<u>557,170</u>	<u>543,453</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b><u>2,239,293</u></b>	<b><u>712,302</u></b>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	183,815	70,302
- per unit	<u>0.63</u>	0.20
Average Number of Units	<u>291,674</u>	353,939
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	788,913	259,669
- per unit	<u>0.68</u>	0.21
Average Number of Units	<u>1,152,132</u>	1,243,494
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	291,572	118,101
- per unit	<u>0.74</u>	0.26
Average Number of Units	<u>393,560</u>	456,275
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	974,993	264,230
- per unit	<u>0.65</u>	0.20
Average Number of Units	<u>1,500,817</u>	1,304,285

The accompanying Notes are an integral part of these financial statements

## DFS GIF – U.S. MONTHLY INCOME – FIDELITY (continued)

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>20,144,677</u>	21,058,018
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>2,239,293</u>	712,302
Premiums		
Series 5	892,208	231,614
Series 6	2,504,145	2,017,752
Series 7	19,982	110,731
Series 8	<u>3,205,245</u>	<u>1,538,725</u>
	<u>6,621,580</u>	3,898,822
Withdrawals		
Series 5	(1,049,030)	(1,085,236)
Series 6	(2,506,888)	(2,651,917)
Series 7	(282,498)	(353,152)
Series 8	<u>(1,163,397)</u>	<u>(1,434,160)</u>
	<u>(5,001,813)</u>	(5,524,465)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>24,003,737</u>	20,144,677

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	2,239,293	712,302
Adjustments for:		
Net realized (gain) loss	(349,174)	(241,963)
Net unrealized (gain) loss	(1,337,262)	(216,983)
Non-cash distribution from investments	(1,110,027)	(796,809)
Proceeds from sale/maturity of investments	3,032,769	3,936,486
Investments purchased	(3,965,338)	(1,827,523)
Receivable for securities sold	(8,810)	—
Accrued expenses	7,480	(4,218)
Payable for securities purchased	8,044	(23,508)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>(1,483,025)</u>	1,537,784
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	6,438,000	3,986,136
Amounts paid on withdrawals	(4,965,121)	(5,523,486)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>1,472,879</u>	(1,537,350)
Increase (decrease) in cash/ bank overdraft	(10,146)	434
Cash (bank overdraft), beginning of period	2,358	1,924
CASH (BANK OVERDRAFT), END OF PERIOD	<u>(7,788)</u>	2,358

The accompanying Notes are an integral part of these financial statements

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					99.9
Fidelity U.S. Monthly Income Fund, Series O	863,836	21,064,824	23,985,109		
<b>Total Investments</b>		<b>21,064,824</b>	<b>23,985,109</b>		
<b>Other Net Assets</b>			18,628		0.1
<b>Net Assets</b>			<b>24,003,737</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Fidelity U.S. Money Market Fund	2.6%
iShares TIPS Bond ETF	2.4%
U.S. Treasury Note, 1.250%, April 30, 2028	1.6%
JPMorgan Chase & Company	1.4%
iShares Comex Gold Trust ETF	1.3%
UnitedHealth Group	1.1%
U.S. Treasury Note, 1.375%, November 15, 2031	1.1%
Bank of America Corporation	1.1%
Danaher Corporation	1.1%
U.S. Treasury Note, 2.125%, July 31, 2024	1.0%
U.S. Treasury Note, 1.250%, May 31, 2028	0.9%
Prologis Real Estate Investment Trust	0.9%
U.S. Treasury Bill, 2.000%, August 15, 2051	0.9%
Wells Fargo & Company	0.9%
Microsoft Corporation	0.8%
Johnson & Johnson	0.8%
Procter & Gamble Company	0.8%
Cisco Systems	0.8%
Exxon Mobil Corporation	0.7%
Eli Lilly and Company	0.7%
U.S. Treasury Note, 2.250%, November 15, 2027	0.7%
Walt Disney Company	0.6%
Nextera Energy	0.6%
Lamar Advertising Company	0.6%
Bristol-Myers Squibb Company	0.6%

## DFS GIF – U.S. MONTHLY INCOME – FIDELITY (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS****Objective of the Fund**

To achieve a combination of a steady income and the potential for capital gains by investing in a mix of U.S. income-producing securities

**Strategy of the Fund**

The Fund invests primarily in a mix of U.S. income-producing securities, either directly or indirectly through investments in underlying funds. The Fund's neutral mix is 50% exposure to equity securities and 50% exposure to fixed-income securities. These securities may be U.S. securities or non-U.S. securities but at least 70% of the Fund's net assets will be invested in U.S. dollar-denominated investments

The principal risk factors of this Fund are foreign currency risk, credit risk, market risk and interest rate risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)****Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	23,985	—	—	23,985
<b>TOTAL</b>	<b>23,985</b>	<b>—</b>	<b>—</b>	<b>23,985</b>

December 31, 2020	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	20,256	—	—	20,256
<b>TOTAL</b>	<b>20,256</b>	<b>—</b>	<b>—</b>	<b>20,256</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)****Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks. Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings



## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	<b>%</b>	<b>\$</b>	<b>\$</b>
Bloomberg Barclays U.S. Aggregate Bond (31%)	1.50	108	90
Bank of America ML all US Convertibles (5%)	1.50	17	14
JP Morgan EMBI Global Diversified (5%)	2.00	23	19
Bank of America ML High Yield Master II Constrained (12%)	2.00	56	46
FTSE NAREIT Equity REITs (7%)	3.00	49	41
Russell 3000 Value (40%)	3.00	280	N/A
S&P 1500 (0%)	3.00	N/A	231

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – U.S. MONTHLY INCOME – FIDELITY (continued)

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 5	<b>7.05</b>	6.39	6.18	5.62	5.53
Series 6	<b>7.10</b>	6.42	6.20	5.62	5.53
Series 7	<b>7.34</b>	6.60	6.34	5.73	5.60
Series 8*	<b>6.59</b>	5.93	5.72	5.17	—
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 5	<b>2,018</b>	1,991	2,774	2,246	3,013
Series 6	<b>8,197</b>	7,411	7,785	6,027	8,663
Series 7	<b>2,818</b>	2,789	2,914	2,575	2,361
Series 8*	<b>10,970</b>	7,954	7,585	4,995	—
<b>Number of units outstanding (000)</b>					
Series 5	<b>286</b>	311	449	400	545
Series 6	<b>1,154</b>	1,155	1,256	1,072	1,566
Series 7	<b>384</b>	423	459	450	421
Series 8*	<b>1,664</b>	1,340	1,327	967	—
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 5	<b>3.01</b>	3.01	3.01	3.00	2.97
Series 6	<b>2.73</b>	2.73	2.89	2.88	2.89
Series 7	<b>2.20</b>	2.22	2.38	2.37	2.39
Series 8*	<b>2.39</b>	2.39	2.57	2.59	—
<b>Portfolio turnover rate<sup>2</sup> (%)</b>					
	<b>13.91</b>	13.01	11.80	23.58	12.76

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – GLOBAL BALANCED – JARISLOWSKY FRASER\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Jarislowsky Fraser International Pooled Fund	17.4%
Jarislowsky Fraser Emerging Market Equity Fund	2.6%
Government of Canada, 2.000%, December 1, 2051	2.1%
Jarislowsky Fraser US Money Market Fund	1.9%
Microsoft Corporation	1.8%
Canadian National Railway Company	1.7%
Jarislowsky Fraser Special Equity Pooled Fund	1.7%
Brookfield Asset Management	1.7%
Government of Canada, 0.250%, August 1, 2023	1.7%
Canada Housing Trust, 1.250%, June 15, 2026	1.6%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 3		Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	10,986	9.9%	11,041	10.4%	11,079	10.8%	11,128	11.3%	11,113	11.1%
3 Years	12,862	8.8%	13,055	9.3%	13,145	9.5%	13,358	10.1%	13,299	10.0%
5 Years	12,736	5.0%	13,071	5.5%	13,203	5.7%	13,547	6.3%	—	—
10 Years	18,424	6.3%	19,379	6.8%	—	—	—	—	—	—
Since Inception	20,940	4.2%	19,083	4.7%	13,960	5.5%	14,400	6.0%	12,980	7.3%

\* This Fund is composed of units of the corresponding underlying investment funds.

## DFS GIF – GLOBAL BALANCED – JARISLOWSKY FRASER (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	49,885	—
Investments at fair value through profit or loss (FVTPL)	246,760,578	248,413,831
Premiums receivable	274,291	3,046
Receivable for securities sold	15,746	—
Interest, dividends and other receivables	418,273	—
	<u>247,518,773</u>	<u>248,416,877</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	—	27,824
Accrued expenses	544,766	709,828
Withdrawals payable	883,288	537,231
	<u>1,428,054</u>	<u>1,274,883</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>246,090,719</b></u>	<u>247,141,994</u>
<b>NET ASSETS PER UNIT</b>		
Series 3	<u>10.47</u>	9.53
Series 5	<u>11.24</u>	10.18
Series 6	<u>6.98</u>	6.30
Series 7	<u>7.20</u>	6.47
Series 8	<u>6.49</u>	5.84

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	578,102	4,266
Distributions from underlying funds	16,713,699	7,422,064
Changes in fair value:		
Net realized gain (loss) on investments	7,931,955	5,124,429
Net unrealized gain (loss) on investments	5,873,228	8,061,806
	<u>31,096,984</u>	<u>20,612,565</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	5,026,640	5,109,504
Operating expenses	1,549,875	1,553,387
	<u>6,576,515</u>	<u>6,662,891</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>24,520,469</b></u>	<u>13,949,674</u>
<b>DATA PER SERIES</b>		
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	645,285	367,945
- per unit	0.94	0.46
Average Number of Units	689,970	797,712
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	15,496,053	8,758,015
- per unit	1.06	0.53
Average Number of Units	14,649,878	16,566,917
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	4,318,777	2,549,674
- per unit	0.68	0.36
Average Number of Units	6,314,952	7,070,571
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	944,580	561,906
- per unit	0.74	0.39
Average Number of Units	1,283,776	1,433,971
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	3,115,774	1,712,134
- per unit	0.64	0.34
Average Number of Units	4,846,141	4,967,496

The accompanying Notes are an integral part of these financial statements

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>247,141,994</u>	255,522,605
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>24,520,469</u>	13,949,674
Premiums		
Series 3	191,804	374,933
Series 5	12,270,653	13,505,894
Series 6	4,136,922	5,423,072
Series 7	517,428	371,735
Series 8	5,133,891	4,017,185
	<u>22,250,698</u>	23,692,819
Withdrawals		
Series 3	(1,250,388)	(1,041,687)
Series 5	(30,317,758)	(32,463,953)
Series 6	(9,322,528)	(8,023,287)
Series 7	(1,924,648)	(964,717)
Series 8	(5,007,120)	(3,529,460)
	<u>(47,822,442)</u>	(46,023,104)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>246,090,719</u>	247,141,994

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	24,520,469	13,949,674
Adjustments for:		
Net realized (gain) loss	(7,931,955)	(5,124,429)
Net unrealized (gain) loss	(5,873,228)	(8,061,806)
Non-cash distribution from investments	(16,713,699)	(7,422,064)
Proceeds from sale/maturity of investments	34,264,999	32,045,972
Investments purchased	(2,092,864)	(4,328,232)
Receivable for securities sold	(15,746)	—
Interest, dividends and other receivables	(418,273)	554,423
Accrued expenses	(165,062)	124,574
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>25,574,641</u>	21,738,112
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	21,979,453	24,719,068
Amounts paid on withdrawals	(47,476,385)	(46,629,343)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>(25,496,932)</u>	(21,910,275)
Increase (decrease) in cash/ bank overdraft	77,709	(172,163)
Cash (bank overdraft), beginning of period	(27,824)	144,339
CASH (BANK OVERDRAFT), END OF PERIOD	<u>49,885</u>	(27,824)
SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Interest received	—	284
Interest paid	33	97

The accompanying Notes are an integral part of these financial statements

## DFS GIF – GLOBAL BALANCED – JARISLOWSKY FRASER (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.3
Jarislowsky Fraser Global Balanced Fund	15,771,076	191,829,725	246,760,578		
<b>Total Investments</b>		<b>191,829,725</b>	<b>246,760,578</b>		
<b>Other Net Assets</b>			(669,859)		(0.3)
<b>Net Assets</b>			<b>246,090,719</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Jarislowsky Fraser International Pooled Fund	17.4%
Jarislowsky Fraser Emerging Market Equity Fund	2.6%
Government of Canada, 2.000%, December 1, 2051	2.1%
Jarislowsky Fraser US Money Market Fund	1.9%
Microsoft Corporation	1.8%
Canadian National Railway Company	1.7%
Jarislowsky Fraser Special Equity Pooled Fund	1.7%
Brookfield Asset Management	1.7%
Government of Canada, 0.250%, August 1, 2023	1.7%
Canada Housing Trust, 1.250%, June 15, 2026	1.6%
Scotiabank	1.5%
Canada Housing Trust, 1.950%, December 15, 2025	1.4%
Amazon.com	1.2%
Alphabet	1.2%
Nutrien	1.0%
Shopify	1.0%
UnitedHealth Group	1.0%
Alimentation Couche-Tard	1.0%
Toronto-Dominion Bank	0.9%
Thomson Reuters Corporation	0.9%
Province of Ontario, 4.700%, June 2, 2037	0.9%
Meta Platforms	0.9%
WSP Global	0.9%
Open Text Corporation	0.9%
Manulife Financial Corporation	0.9%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide investors with an opportunity to achieve a high rate of return by investing in a diversified portfolio consisting of a balance of equity and fixed-income securities of issuers located throughout the world

#### Strategy of the Fund

To provide such an opportunity through a diversified portfolio consisting mainly of a balance of large cap equity and investment grade fixed-income securities of issuers located throughout the world

The principal risk factors of this Fund are interest rate risk, market risk, foreign currency risk and credit risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	—	246,761	—	246,761
<b>TOTAL</b>	<b>—</b>	<b>246,761</b>	<b>—</b>	<b>246,761</b>

  

December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	—	248,414	—	248,414
<b>TOTAL</b>	<b>—</b>	<b>248,414</b>	<b>—</b>	<b>248,414</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – GLOBAL BALANCED – JARISLOWSKY FRASER (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	%	\$	\$
FTSE Canada 91 Day Treasury Bill (5%)	0.25	31	30
FTSE Canada Universe Bond (38.5%)	1.00	940	935
S&P/TSX (22%)	3.00	1,611	1,602
S&P 500 (16%)	3.00	1,172	1,165
MSCI EAFE Net (16%)	3.00	1,172	1,165
MSCI Emerging Markets Net (2.5%)	3.00	183	182

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"



## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 3	<b>10.47</b>	9.53	9.05	8.14	8.55
Series 5	<b>11.24</b>	10.18	9.61	8.61	9.00
Series 6	<b>6.98</b>	6.30	5.94	5.31	5.54
Series 7	<b>7.20</b>	6.47	6.06	5.39	5.60
Series 8*	<b>6.49</b>	5.84	5.48	4.88	—
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 3	<b>6,849</b>	7,263	7,561	7,638	8,877
Series 5	<b>156,240</b>	158,791	168,991	167,582	189,277
Series 6	<b>42,051</b>	42,918	42,968	36,427	52,193
Series 7	<b>8,675</b>	9,137	9,168	8,916	9,525
Series 8*	<b>32,276</b>	29,034	26,834	20,494	—
<b>Number of units outstanding (000)</b>					
Series 3	<b>654</b>	762	836	938	1,038
Series 5	<b>13,900</b>	15,598	17,577	19,467	21,042
Series 6	<b>6,022</b>	6,809	7,233	6,860	9,422
Series 7	<b>1,204</b>	1,413	1,512	1,653	1,702
Series 8*	<b>4,975</b>	4,975	4,894	4,196	—
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 3	<b>3.38</b>	3.37	3.37	3.37	3.37
Series 5	<b>2.85</b>	2.85	2.85	2.85	2.85
Series 6	<b>2.51</b>	2.51	2.67	2.68	2.68
Series 7	<b>1.97</b>	1.99	2.16	2.15	2.18
Series 8*	<b>2.16</b>	2.17	2.33	2.36	—
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>7.71</b>	4.83	6.69	8.92	8.86

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – CANADIAN BALANCED – FIERA CAPITAL\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading “Strategy in using Financial Instruments”

For a detailed description of each Fund’s investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Fiera Capital Global Equity Fund	13.6%
Fiera Capital Active Short Term Canadian Municipal Bond	6.6%
Canada Treasury Bills, January 6, 2022	2.9%
Government of Canada, 1.500%, June 1, 2031	2.7%
Constellation Software	2.6%
Royal Bank of Canada	2.5%
Nova Scotia Treasury Bills, January 6, 2022	2.4%
Province of Saskatchewan, notes, April 12, 2022	2.4%
Canadian Pacific Railway	2.4%
Toronto-Dominion Bank	2.4%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 1		Series 3		Series 5		Series 6		Series 7	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,066	10.7%	11,136	11.4%	11,210	12.1%	11,216	12.2%	11,280	12.8%
3 Years	13,244	9.8%	13,507	10.5%	13,765	11.2%	13,775	11.3%	14,016	11.9%
5 Years	13,273	5.8%	13,704	6.5%	14,152	7.2%	14,152	7.2%	14,534	7.8%
10 Years	17,295	5.6%	18,406	6.3%	19,557	6.9%	—	—	—	—
Since Inception	26,780	3.8%	24,270	3.9%	18,563	4.5%	16,420	6.5%	17,100	7.1%

	Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,260	12.6%
3 Years	13,912	11.6%
Since Inception	13,940	9.4%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	277,496	—
Investments at fair value through profit or loss (FVTPL)	181,500,268	190,914,914
Investments at fair value through profit or loss (FVTPL) pledged as collateral	25,530,012	12,904,121
Premiums receivable	400,951	3,889
Cash guarantee received for repurchase transactions	23,399,119	12,388,562
Interest, dividends and other receivables	248,861	265,217
	<u>231,356,707</u>	<u>216,476,703</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	—	29,399
Accrued expenses	427,695	428,232
Withdrawals payable	447,161	330,137
Commitments related to repurchase transactions	23,399,119	12,388,562
	<u>24,273,975</u>	<u>13,176,330</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>207,082,732</b></u>	<u>203,300,373</u>
<b>NET ASSETS PER UNIT</b>		
Series 1	<u>13.39</u>	12.10
Series 3	<u>15.29</u>	13.73
Series 5	<u>16.67</u>	14.87
Series 6	<u>8.21</u>	7.32
Series 7	<u>8.55</u>	7.58
Series 8	<u>6.97</u>	6.19

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	820,715	909,881
Dividends	2,248,040	1,901,262
Distributions from underlying funds	659,193	735,449
Revenue from securities lending activities	10,935	39,056
Foreign exchange gain (loss) on cash	(2,247)	(6,279)
Changes in fair value:		
Net realized gain (loss) on investments	20,537,383	3,293,736
Net unrealized gain (loss) on investments	3,880,873	12,105,872
	<u>28,154,892</u>	<u>18,978,977</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	4,079,000	4,007,517
Operating expenses	1,060,764	1,031,898
	<u>5,139,764</u>	<u>5,039,415</u>
Commissions and other portfolio transaction costs	15,735	18,738
	<u>5,155,499</u>	<u>5,058,153</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>22,999,393</b></u>	<u>13,920,824</u>
<b>DATA PER SERIES</b>		
<b>SERIES 1</b>		
Increase (Decrease) in Net Assets from Operations	532,063	296,897
- per unit	1.28	0.65
Average Number of Units	415,437	457,800
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	1,320,416	750,041
- per unit	1.57	0.80
Average Number of Units	843,158	936,563
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	16,183,064	9,727,831
- per unit	1.80	0.98
Average Number of Units	9,011,148	9,913,821
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	2,643,366	1,565,736
- per unit	0.89	0.50
Average Number of Units	2,961,383	3,140,719
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	206,822	121,624
- per unit	0.97	0.53
Average Number of Units	214,146	229,967
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	2,113,662	1,458,695
- per unit	0.75	0.50
Average Number of Units	2,812,128	2,935,688

The accompanying Notes are an integral part of these financial statements

## DFS GIF – CANADIAN BALANCED – FIERA CAPITAL (continued)

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>203,300,373</u>	195,444,321
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>22,999,393</u>	13,920,824
Premiums		
Series 1	180,727	155,462
Series 3	576,046	579,508
Series 5	9,269,075	12,966,302
Series 6	3,122,247	7,194,978
Series 7	369,033	3,300
Series 8	4,199,388	6,027,719
	<u>17,716,516</u>	26,927,269
Withdrawals		
Series 1	(650,999)	(628,696)
Series 3	(2,019,344)	(1,803,907)
Series 5	(23,820,669)	(22,489,276)
Series 6	(5,892,526)	(5,150,315)
Series 7	(290,187)	(276,364)
Series 8	(4,259,825)	(2,643,483)
	<u>(36,933,550)</u>	(32,992,041)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>207,082,732</u>	203,300,373

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	22,999,393	13,920,824
Adjustments for:		
Foreign exchange (gain) loss on cash	2,247	6,279
Net realized (gain) loss	(20,537,383)	(3,293,736)
Net unrealized (gain) loss	(3,880,873)	12,105,872)
Non-cash distribution from investments	(659,193)	(735,449)
Proceeds from sale/maturity of investments	229,665,706	281,747,044
Investments purchased	(207,801,496)	(274,072,129)
Cash guarantee received for repurchase transactions	(11,010,557)	16,717,624
Interest, dividends and other receivables	16,356	(39,411)
Accrued expenses	(537)	11,084
Commitments related to repurchase transactions	11,010,557	(16,717,624)
Payable for securities purchased	—	(362,883)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>19,804,220</u>	5,075,751
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	17,319,454	27,471,651
Amounts paid on withdrawals	(36,816,526)	(32,977,996)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>(19,497,072)</u>	(5,506,345)
Effect of exchange rate changes on foreign cash	(253)	(7,979)
Increase (decrease) in cash/bank overdraft	306,895	(438,573)
Cash (bank overdraft), beginning of period	(29,399)	409,174
CASH (BANK OVERDRAFT), END OF PERIOD	<u>277,496</u>	(29,399)
SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Interest received	819,966	896,503
Dividends received, net of withholding taxes	2,262,533	1,872,353
Interest paid	7	10

The accompanying Notes are an integral part of these financial statements

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Equities</b>					49.1
<b>Canadian Equities</b>					49.1
<b>Materials</b>					2.5
CCL Industries, Class B	48,325	2,688,301	3,277,885		
Winpak	51,137	2,342,217	1,900,762		
		<u>5,030,518</u>	<u>5,178,647</u>		
<b>Industrials</b>					13.0
CAE	48,925	1,332,561	1,561,197		
Canadian National Railway Company	29,535	2,306,189	4,589,148		
Canadian Pacific Railway	54,062	2,699,660	4,918,561		
Richelieu Hardware	26,610	1,014,350	1,160,994		
Ritchie Bros. Auctioneers	19,455	1,053,395	1,506,012		
Stantec	16,665	800,805	1,184,382		
Thomson Reuters	29,336	2,106,507	4,437,657		
Toromont Industries	41,127	2,423,653	4,703,284		
Waste Connections	16,006	1,111,589	2,759,434		
		<u>14,848,709</u>	<u>26,820,669</u>		
<b>Consumer Discretionary</b>					3.2
Dollarama	63,509	2,363,228	4,020,755		
Restaurant Brands International	33,822	2,676,819	2,594,147		
		<u>5,040,047</u>	<u>6,614,902</u>		
<b>Consumer Staples</b>					6.0
Alimentation Couche-Tard	63,838	2,366,570	3,383,414		
Empire Company, Class A	68,200	2,215,405	2,628,428		
Loblaw Companies	19,295	1,104,357	1,999,734		
Metro	65,843	3,072,574	4,432,551		
		<u>8,758,906</u>	<u>12,444,127</u>		
<b>Financials</b>					14.4
Bank of Montreal	31,749	2,837,154	4,323,896		
Brookfield Asset Management, Class A	53,974	1,773,371	4,123,074		
Intact Financial Corporation	24,950	2,935,986	4,102,279		
National Bank of Canada	41,414	2,575,175	3,993,966		
Royal Bank of Canada	38,490	3,057,995	5,167,282		
TMX Group	25,638	2,338,665	3,288,074		
Toronto-Dominion Bank	50,220	2,822,956	4,870,336		
		<u>18,341,302</u>	<u>29,868,907</u>		
<b>Information Technology</b>					7.1
CGI, Class A*	35,636	2,348,121	3,985,887		
Constellation Software	2,281	2,001,888	5,353,370		
Descartes Systems Group	9,591	683,885	1,003,410		
Open Text	65,596	3,000,210	3,938,382		
Topicus.com	4,066	150,442	472,063		
		<u>8,184,546</u>	<u>14,753,112</u>		

The accompanying Notes are an integral part of these financial statements

## DFS GIF – CANADIAN BALANCED – FIERA CAPITAL (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Communication Services</b>					2.9
Québecor, Class B	100,160	2,520,417	2,859,568		
TELUS*	101,997	2,471,057	3,038,491		
		<u>4,991,474</u>	<u>5,898,059</u>		
<b>Total Canadian Equities</b>		<u>65,195,502</u>	<u>101,578,423</u>		
<b>Foreign Equities</b>					—
<b>Bermuda</b>					
Brookfield Asset Management Reinsurance Partners	462	32,710	36,701		
<b>Total Equities</b>		<u>65,228,212</u>	<u>101,615,124</u>		
<b>Investment Funds</b>					20.2
Fiera Capital Active Short Term Canadian Municipal Bond Series A	1,353,544	13,605,291	13,681,890		
Fiera Capital Global Equity Fund, Series A	709,500	10,413,146	28,048,881		
<b>Total Investment Funds</b>		<u>24,018,437</u>	<u>41,730,771</u>		
<b>Canadian Money Market Securities</b>					15.9
<b>Alberta Treasury Bills</b>					
0.127%, 2022-01-25	CAD 1,037,000	1,036,910	1,036,910		
0.127%, 2022-01-28	CAD 2,000,000	1,999,806	1,999,806		
<b>Canada Treasury Bills</b>					
0.054%, 2022-01-06*	CAD 6,000,000	5,999,947	5,999,947		
0.152%, 2022-03-17	CAD 150,000	149,953	149,953		
<b>Manitoba Treasury Bills</b>					
0.210%, 2022-01-19	CAD 3,000,000	2,999,672	2,999,672		
<b>New Brunswick Treasury Bills</b>					
0.194%, 2022-01-13	CAD 3,000,000	2,999,792	2,999,792		
<b>Nova Scotia Treasury Bills</b>					
0.098%, 2022-01-06	CAD 5,000,000	4,999,920	4,999,920		
<b>Ontario Treasury Bills</b>					
0.185%, 2022-02-23	CAD 3,000,000	2,999,178	2,999,178		
<b>Province of Alberta, notes</b>					
0.136%, 2022-01-27	CAD 1,845,000	1,844,814	1,844,814		
<b>Province of Saskatchewan, notes</b>					
0.179%, 2022-04-12	CAD 5,000,000	4,997,496	4,997,496		
<b>Québec Treasury Bills</b>					
0.212%, 2022-02-04	CAD 3,000,000	2,999,390	2,999,390		
<b>Total Canadian Money Market Securities</b>		<u>33,026,878</u>	<u>33,026,878</u>		

The accompanying Notes are an integral part of these financial statements.

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Bonds</b>					14.8
<b>Canadian Bonds</b>					14.6
<b>Government of Canada</b>					6.3
Canada Housing Trust					
Series 75, floating rate, 2022-03-15	CAD	305,000	305,341	305,306	
Series 92, 1.750%, 2030-06-15	CAD	97,000	96,748	96,793	
Series 95, 1.100%, 2031-03-15*	CAD	371,000	355,678	348,059	
Series 100, 1.900%, 2031-03-15*	CAD	366,000	365,595	367,986	
Government of Canada					
Series E679, 1.500%, 2026-06-01	CAD	70,000	70,112	70,885	
1.000%, 2026-09-01*	CAD	46,000	45,108	45,479	
1.000%, 2027-06-01*	CAD	665,000	650,225	656,419	
1.250%, 2030-06-01*	CAD	77,000	76,064	76,441	
0.500%, 2030-12-01*	CAD	1,981,000	1,835,002	1,834,724	
1.500%, 2031-06-01*	CAD	5,518,000	5,450,783	5,557,203	
5.750%, 2033-06-01*	CAD	1,508,000	2,176,362	2,164,854	
4.000%, 2041-06-01	CAD	390,000	540,967	541,427	
Muskrat Falls					
Series C, 3.860%, 2048-12-01	CAD	348,000	456,131	451,397	
Royal Office Finance					
Series A, 5.209%, 2032-11-12	CAD	506,919	533,841	619,980	
			<u>12,957,957</u>	<u>13,136,953</u>	
<b>Provincial Governments and Crown Corporations</b>					5.0
Brock University					
Series B, 3.033%, 2060-05-17	CAD	170,000	170,000	160,509	
Hospital for Sick Children					
Series B, 3.416%, 2057-12-07	CAD	178,000	178,000	199,573	
Hydro-Québec					
stripped, 2032-08-15	CAD	77,000	57,108	60,887	
stripped, 2034-02-15	CAD	108,000	78,907	81,694	
stripped, 2035-02-15	CAD	113,000	79,735	82,626	
stripped, 2036-08-15	CAD	29,000	19,350	20,280	
stripped, 2037-02-15	CAD	44,000	28,979	30,290	
stripped, 2037-08-15	CAD	199,000	128,305	134,985	
stripped, 2038-08-15	CAD	108,000	67,432	71,182	
stripped, 2039-02-15	CAD	65,000	39,730	42,172	
stripped, 2039-08-15	CAD	22,000	13,107	14,055	
Ontario Infrastructure					
4.700%, 2037-06-01	CAD	70,000	70,093	88,353	
Ontario Power Generation					
3.215%, 2030-04-08*	CAD	118,000	118,000	125,243	
Ontario School Boards Financing, Private Placement					
Series 04A1, 5.483%, 2029-11-26	CAD	260,600	278,116	298,034	
Series 06A1, 5.070%, 2031-04-18	CAD	265,074	265,074	301,573	
Ornge Issuer Trust					
5.727%, 2034-06-11	CAD	97,520	109,525	115,351	

The accompanying Notes are an integral part of these financial statements.

## DFS GIF – CANADIAN BALANCED – FIERA CAPITAL (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES		COST	FAIR VALUE	
			\$	\$	%
<b>Provincial Governments and Crown Corporations (continued)</b>					
Province of Alberta					
2.050%, 2030-06-01*	CAD	513,000	493,968	515,421	
3.100%, 2050-06-01*	CAD	761,000	849,653	845,390	
2.950%, 2052-06-01*	CAD	84,000	85,842	91,318	
Province of Manitoba					
3.400%, 2048-09-05	CAD	149,000	151,009	173,607	
3.200%, 2050-03-05*	CAD	114,000	140,533	129,234	
Province of Newfoundland and Labrador					
2.850%, 2029-06-02*	CAD	8,000	8,579	8,464	
1.750%, 2030-06-02*	CAD	93,000	92,625	90,449	
3.700%, 2048-10-17*	CAD	15,000	16,073	17,407	
2.650%, 2050-10-17	CAD	400,000	376,199	385,242	
3.150%, 2052-12-02	CAD	33,000	32,721	35,206	
Province of Ontario					
2.600%, 2025-06-02*	CAD	86,000	90,979	89,290	
2.400%, 2026-06-02*	CAD	69,000	71,212	71,485	
2.700%, 2029-06-02	CAD	286,000	301,792	302,756	
2.050%, 2030-06-02*	CAD	129,000	131,868	130,130	
2.150%, 2031-06-02*	CAD	39,000	38,307	39,420	
5.850%, 2033-03-08*	CAD	179,000	243,061	243,459	
stripped, 2035-12-02	CAD	44,000	30,422	31,486	
stripped, 2036-12-02	CAD	78,000	52,365	54,172	
stripped, 2037-06-02	CAD	22,000	14,441	15,042	
stripped, 2037-12-02	CAD	109,000	70,487	73,518	
stripped, 2039-06-02	CAD	65,000	39,962	41,894	
stripped, 2039-12-02	CAD	61,000	36,885	38,788	
4.650%, 2041-06-02*	CAD	1,327,000	1,907,592	1,776,754	
3.500%, 2043-06-02*	CAD	213,000	265,629	249,706	
3.450%, 2045-06-02	CAD	59,000	66,379	69,241	
2.800%, 2048-06-02*	CAD	80,000	80,490	85,085	
2.900%, 2049-06-02	CAD	73,000	77,980	79,194	
2.650%, 2050-12-02*	CAD	1,936,000	2,080,308	2,012,636	
1.900%, 2051-12-02*	CAD	54,000	46,521	47,764	
Province of Québec					
2.100%, 2031-05-27*	CAD	31,000	30,900	31,433	
Province of Saskatchewan					
3.100%, 2050-06-02	CAD	139,000	159,346	154,826	
Ryerson University					
Series B, 3.542%, 2061-05-04	CAD	121,000	121,000	130,569	
TCHC Issuer Trust					
Series A, 4.877%, 2037-05-11	CAD	59,000	59,000	74,601	
Series B, 5.395%, 2040-02-22	CAD	110,000	112,200	149,796	
University of Ottawa					
Series C, 2.635%, 2060-02-13	CAD	129,000	129,000	116,812	

The accompanying Notes are an integral part of these financial statements.



## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Provincial Governments and Crown Corporations (continued)</b>					
University of Western Ontario					
Series B, 3.388%, 2057-12-04	CAD	88,000	88,000	94,121	
			10,294,789	10,322,523	
<b>Municipalities and Semi-Public Institutions</b>					
City of Ottawa					0.1
2.500%, 2051-05-11	CAD	138,000	137,262	134,401	
<b>Corporations</b>					
407 International					3.2
4.190%, 2042-04-25	CAD	80,000	87,400	94,044	
3.670%, 2049-03-08	CAD	11,000	13,130	12,253	
Aéroports de Montréal					
Series R, 3.030%, 2050-04-21	CAD	34,000	35,330	34,157	
Bell Canada					
Series M54, 3.000%, 2031-03-17*	CAD	50,000	49,957	50,876	
Series M45, 4.450%, 2047-02-27	CAD	85,000	89,766	95,159	
Canadian National Railway Company					
3.600%, 2049-02-08*	CAD	59,000	64,260	63,947	
3.050%, 2050-02-08	CAD	47,000	46,689	46,370	
CU					
4.543%, 2041-10-24	CAD	78,000	88,448	95,863	
4.085%, 2044-09-02	CAD	29,000	34,368	33,986	
3.964%, 2045-07-27	CAD	207,000	223,342	238,858	
2.963%, 2049-09-07*	CAD	35,000	32,244	34,589	
3.174%, 2051-09-05*	CAD	134,000	134,000	137,696	
Dollarama					
2.443%, 2029-07-09*	CAD	141,000	141,000	140,892	
Empire Life Insurance					
2.024%, floating rate 2026-09-24, 2031-09-24	CAD	96,000	96,000	94,621	
Enbridge					
2.990%, 2029-10-03*	CAD	211,000	212,686	215,199	
4.330%, 2049-02-22	CAD	135,000	130,199	145,851	
4.100%, 2051-09-21	CAD	46,000	45,850	47,133	
Enbridge Gas					
3.650%, 2050-04-01	CAD	117,000	116,746	129,548	
4.950%, 2050-11-22	CAD	44,000	58,851	59,682	
3.200%, 2051-09-15*	CAD	15,000	14,983	15,362	
Enbridge Pipelines					
4.550%, 2045-09-29*	CAD	349,000	341,987	386,303	
4.200%, 2051-05-12	CAD	64,000	63,925	67,769	
EPCOR Utilities					
3.949%, 2048-11-26	CAD	8,000	9,341	9,322	
Greater Toronto Airports Authority					
Series 1999-1, 6.450%, 2029-07-30	CAD	14	15	16	
Great-West Lifeco					
5.998%, 2039-11-16	CAD	53,000	72,570	73,499	

The accompanying Notes are an integral part of these financial statements.

## DFS GIF – CANADIAN BALANCED – FIERA CAPITAL (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES		FAIR VALUE		
			COST	\$	%
<b>Corporations (continued)</b>					
Honda Canada Finance					
1.646%, 2028-02-25	CAD	96,000	96,000	92,988	
Hydro One					
6.930%, 2032-06-01	CAD	30,000	42,932	41,574	
3.720%, 2047-11-18	CAD	1,000	1,010	1,129	
3.630%, 2049-06-25	CAD	60,000	60,749	66,939	
iA Financial Group					
3.072%, floating rate from 2026-09-24, 2031-09-24*	CAD	137,000	137,000	142,266	
IGM Financial					
4.115%, 2047-12-09	CAD	20,000	20,115	22,722	
Independent Order of Foresters					
Series 2020-1, 2.885%, floating rate from 2030-10-15 2035-10-15	CAD	38,000	38,000	38,399	
Intact Financial Corporation					
2.850%, 2027-06-07*	CAD	16,000	16,063	16,589	
1.928%, 2030-12-16	CAD	32,000	32,000	30,739	
2.954%, 2050-12-16	CAD	57,000	57,000	54,069	
3.765%, 2053-05-20	CAD	132,000	132,000	145,396	
Integrated Team Solutions SJHC					
5.946%, 2042-11-30	CAD	48,321	48,662	59,870	
Melancthon Wolfe Wind					
3.834%, 2028-12-31	CAD	57,345	57,352	59,986	
National Bank of Canada					
2.237%, 2026-11-04	CAD	584,000	584,000	588,657	
Newfoundland Power					
Series AQ, 3.608%, 2060-04-20	CAD	115,000	115,000	120,702	
North Battleford Power					
Series A, 4.958%, 2032-12-31	CAD	88,197	88,204	99,974	
North West Redwater Partnership					
Series E, 3.200%, 2026-04-24	CAD	4,000	3,991	4,174	
Series F, 4.250%, 2029-06-01	CAD	86,000	97,379	95,938	
Series B, 4.050%, 2044-07-22	CAD	26,000	28,045	28,390	
Series O, 3.750%, 2051-06-01	CAD	73,000	72,689	76,496	
Nova Scotia Power					
5.610%, 2040-06-15	CAD	20,000	28,389	26,920	
Series 2020, 3.307%, 2050-04-25	CAD	157,000	158,744	161,534	
Pembina Pipeline					
Series 12, 3.620%, 2029-04-03	CAD	105,000	105,511	110,579	
Series 15, 3.310%, 2030-02-01*	CAD	77,000	81,646	79,226	
Series 3, 4.750%, 2043-04-30	CAD	158,000	136,958	171,253	
Series 4, 4.810%, 2044-03-25	CAD	83,000	83,068	90,877	
Plenary Health Care Partnerships Humber					
4.895%, 2039-05-31	CAD	109,242	109,242	127,180	
SGTP Highway Bypass					
Series A, 4.105%, 2045-01-31	CAD	159,036	159,036	171,200	

The accompanying Notes are an integral part of these financial statements.

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES		FAIR VALUE		
			COST		
			\$	\$	%
<b>Corporations (continued)</b>					
Sinai Health System					
Series A, 3.527%, 2056-06-09	CAD	55,000	55,000	61,870	
SmartCentres Real Estate Investment Trust					
Series V, 3.192%, 2027-06-11	CAD	62,000	62,000	63,918	
Series U, 3.526%, 2029-12-20*	CAD	60,000	60,000	62,594	
Sun Life Financial					
2.580%, floating rate from 2027-05-10, 2032-05-10	CAD	465,000	464,823	473,149	
2.060%, floating rate from 2030-10-01, 2035-10-01	CAD	27,000	26,978	25,816	
TELUS					
Series CAC, 2.350%, 2028-01-27*	CAD	113,000	112,689	112,787	
Series CY, 3.300%, 2029-05-02	CAD	294,000	293,637	308,208	
2.850%, 2031-11-13*	CAD	105,000	104,740	104,705	
Series CAB, 3.950%, 2050-02-16*	CAD	94,000	93,205	96,059	
Toronto-Dominion Bank					
3.060%, floating rate from 2027-01-26, 2032-01-26	CAD	200,000	216,551	206,808	
TransCanada PipeLines					
4.340%, 2049-10-15	CAD	67,000	70,423	71,878	
			<u>6,353,918</u>	<u>6,636,553</u>	
<b>Total Canadian Bonds</b>			<u>29,743,926</u>	<u>30,230,430</u>	
<b>U.S. Bonds</b>					0.1
<b>Corporations</b>					
Athene Global Funding					
2.100%, 2025-09-24	CAD	62,000	61,924	62,130	
2.470%, 2028-06-09	CAD	82,000	81,678	81,459	
Goldman Sachs Group					
2.013%, floating rate from 2028-02-28, 2029-02-28	CAD	153,000	153,000	149,189	
<b>Total U.S. Bonds</b>			<u>296,602</u>	<u>292,778</u>	
<b>Foreign Bonds</b>					0.1
<b>France</b>					
<b>Corporations</b>					
BNP Paribas					
2.538%, 2029-07-13	CAD	135,000	135,000	134,299	
<b>Total Bonds</b>			<u>30,175,528</u>	<u>30,657,507</u>	
<b>Total Investments</b>			<u><b>152,449,055</b></u>	<u><b>207,030,280</b></u>	100.0
<b>Other Net Assets</b>				<u>52,452</u>	—
<b>Net Assets</b>				<u><b>207,082,732</b></u>	100

\* Securities pledged as collateral, in part or in whole, through the securities lending program.

The accompanying Notes are an integral part of these financial statements

## DFS GIF – CANADIAN BALANCED – FIERA CAPITAL (continued)

## TOP FIVE HOLDINGS OF THE UNDERLYING FUNDS – unaudited

Security Name	Percentage
<b>FIERA CAPITAL GLOBAL EQUITY FUND 13.6%</b>	
Moody's Corporation	6.7%
Alphabet	6.7%
Microsoft Corporation	6.2%
Taiwan Semiconductor Manufacturing Company	4.7%
Mastercard	4.1%
<b>FIERA CAPITAL ACTIVE SHORT TERM CANADIAN MUNICIPAL BOND 6.6%</b>	
Province of Québec, 2.500%, September 1, 2026	5.5%
Province of Ontario, 2.050%, June 2, 2030	3.7%
Province of Québec, 2.750%, September 1, 2025	3.0%
Société de transport de Laval, 2.300%, November 15, 2022	1.4%
City of Waterloo, 2.750%, July 31, 2023	1.1%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide investors with a balance of capital growth and interest income by investing primarily in Canadian fixed-income and equity securities

#### Strategy of the Fund

To provide such a balance by investing primarily in the common shares of medium and large cap Canadian corporations and in Canadian government bonds and Canadian investment-grade corporate bonds and other interest-bearing instruments

The principal risk factors of this Fund are interest rate, market, derivative and some minor foreign currency and credit risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
<b>Financial Assets at FVTPL</b>				
Equities	101,615	—	—	101,615
Bonds	22,043	8,614	—	30,657
Non-Related Investment Funds	—	41,731	—	41,731
Money Market Securities	33,027	—	—	33,027
<b>TOTAL</b>	<b>156,685</b>	<b>50,345</b>	<b>—</b>	<b>207,030</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
<b>Financial Assets at FVTPL</b>				
Equities	95,948	—	—	95,948
Bonds	16,029	11,602	—	27,631
Non-Related Investment Funds	—	58,279	—	58,279
Money Market Securities	21,961	—	—	21,961
<b>TOTAL</b>	<b>133,938</b>	<b>69,881</b>	<b>—</b>	<b>203,819</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

## DFS GIF – CANADIAN BALANCED – FIERA CAPITAL (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**FINANCIAL INSTRUMENTS RISKS (Note 7)****Currency Risk**

Part of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying funds. Detailed disclosure about the currency risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

As at December 31, 2021 and 2020, the majority of the Fund's financial assets and liabilities are denominated in Canadian dollars. As a result, the Fund is not significantly exposed to currency risk

**Interest Rate Risk (in \$'000)**

Part of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying funds. Detailed disclosure about the interest rate risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

The following table summarizes the Fund's exposure to interest rate risk. It includes the Fund's financial assets and liabilities at fair value, categorized by the earlier of contractual re-pricing or maturity dates. The table also illustrates the impact on the Net Assets Attributable to Contract Owners, had prevailing interest rates changed by 0.25%, assuming a parallel shift in the yield curve, with all other variables held constant

	Less than 1 Year	1 to 5 Years	5 to 10 Years	Greater than 10 Years	Total	Impact on Net Assets Attributable to Contract Owners
	\$	\$	\$	\$	\$	\$
December 31, 2021	<b>33,610</b>	<b>1,169</b>	<b>13,435</b>	<b>15,748</b>	<b>63,962</b>	<b>1,708</b>
December 31, 2020	23,398	2,882	8,960	14,323	49,563	1,370

The impact on the Net Assets Attributable to Contract Owners is based on the portfolio's fixed income securities as well as the portfolio's underlying investment funds and index-based investments exposed to interest rate risk, if any

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Concentration Risk**

Part of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying funds. Detailed disclosure about the concentration risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

The following tables summarize the concentration risk, as a percentage of the Net Assets Attributable to Contract Owners:

December 31, 2021		December 31, 2020	
Market Segment	%	Market Segment	%
Canadian Equities		Canadian Equities	
Financials	14.4	Financials	13.0
Industrials	13.0	Industrials	11.1
Information Technology	7.1	Consumer Staples	6.7
Consumer Staples	6.0	Information Technology	5.8
Consumer Discretionary	3.2	Communication Services	3.9
Communication Services	2.9	Materials	2.8
Materials	2.5	Consumer Discretionary	2.8
Investment Funds		Utilities	1.1
Growth	13.6	Investment Funds	
Income	6.6	Growth	21.9
Canadian Money Market Securities	15.9	Income	6.8
Canadian Bonds	14.6	Canadian Bonds	13.6
U.S. Bonds	0.1	Money Market Securities	10.8
Foreign Bonds	0.1	Other Net Assets	(0.3)
<b>TOTAL</b>	<b>100</b>	<b>TOTAL</b>	<b>100</b>

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Price Risk (in \$'000)

Part of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying funds. Detailed disclosure about the price risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	%	\$	\$
FTSE Canada 91 Day Treasury Bill (10%)	0.25	41	39
FTSE Canada Universe Bond (30%)	1.00	488	465
S&P/TSX Capped (40%)	3.00	1,953	1,860
MSCI World Net (20%)	3.00	976	930

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

Part of the Net Assets Attributable to Contract Owners are invested in underlying funds which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying funds. Detailed disclosure about the credit risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

The Fund's credit risk concentration is separated between fixed-income and money market securities. Their fair values include consideration of the issuers' creditworthiness and accordingly, represent the Fund's maximum exposure to credit risk

### Portfolio's Fixed-Income Securities by Credit Rating Category

Credit Rating	Percentage of Fixed Income Securities	
	December 31, 2021	December 31, 2020
	%	%
AAA	43	23
AA	29	33
A	18	23
BBB	10	21
<b>TOTAL</b>	<b>100</b>	<b>100</b>

### Portfolio's Money Market Securities by Credit Rating Category

Credit Rating	Percentage of Money Market Securities	
	December 31, 2021	December 31, 2020
	%	%
R-1 (High)	19	65
R-1 (Middle)	66	35
R-1 (Low)	15	—
<b>TOTAL</b>	<b>100</b>	<b>100</b>

## DFS GIF – CANADIAN BALANCED – FIERA CAPITAL (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Securities Lending and Repurchase Transactions**

As part of its securities lending against cash and repurchase transactions, the Fund is exposed to counterparty credit risk.

The carrying amount of financial assets lent as part of repurchase transactions is:

	\$
December 31, 2021	<b>23,019,251</b>
December 31, 2020	12,363,669

As part of its reverse repurchase transactions, the Fund is permitted to sell or repledge in the absence of default the financial assets held as collateral

The fair value of those financial assets is:

	\$
December 31, 2021	<b>10,688,972</b>
December 31, 2020	2,323,570

The fair value of financial assets accepted as collateral which have been sold or repledged totalled:

	\$
December 31, 2021	<b>364,522</b>
December 31, 2020	2,634

These financial assets were received as collateral as part of transactions involving reverse repurchase agreements

**Liquidity Risk**

Part of the Net Assets Attributable to Contract Owners are invested in underlying funds which are exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying funds. Detailed disclosure about the liquidity risk on the underlying funds can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

**DERECOGNITION OF FINANCIAL ASSETS****Securities Lending and Repurchase Transactions**

As part of transactions involving securities lending or repurchase transactions, the Fund transfers financial assets under terms and conditions providing for their future repurchase. These financial assets remain recognized in the "Investments at fair value through profit or loss pledged as collateral" of the Statement of Financial Position as the Fund retains substantially all the risks and rewards related to these assets

	December 31, 2021	December 31, 2020
	\$	\$
Investments at FVTPL pledged as collateral	<b>25,530,012</b>	12,904,121
Value of Collateral received	<b>26,040,834</b>	13,162,203

The Funds require collateral in the form of cash or such other securities as may be acceptable to Desjardins Financial Security and that have an aggregate value of no less than 102% of the loaned securities' fair value

The following table presents the carrying amount and the fair value of financial assets transferred by the Fund but not derecognized as well as the related liabilities recognized in "Commitments related to repurchase transactions" and "Commitments related to securities lending" of the Statement of Financial Position

	December 31, 2021	December 31, 2020
	Fair Value*	Fair Value*
	\$	\$
Financial assets	<b>23,019,251</b>	12,363,669
Related liabilities	<b>23,034,932</b>	12,385,928

\* The fair value equals carrying amount.



## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### RECONCILIATION OF INCOME FROM SECURITIES LENDING ACTIVITIES (Note 2)

The following table shows a reconciliation of the total income generated from securities lending transactions of the Fund and the revenue from securities lending activities disclosed in the Fund's Statement of Comprehensive Income

	December 31, 2021		December 31, 2020	
	\$	%	\$	%
Total Income	<b>18,225</b>	<b>100</b>	65,093	100
Net Income received by the Fund	<b>10,935</b>	<b>60</b>	39,056	60
Net Income received by Desjardins Trust	<b>7,290</b>	<b>40</b>	26,037	40

## DFS GIF – CANADIAN BALANCED – FIERA CAPITAL (continued)

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 1	<b>13.39</b>	12.10	11.42	10.11	10.46
Series 3	<b>15.29</b>	13.73	12.88	11.32	11.64
Series 5	<b>16.67</b>	14.87	13.86	12.11	12.37
Series 6	<b>8.21</b>	7.32	6.82	5.96	6.09
Series 7	<b>8.55</b>	7.58	7.03	6.10	6.20
Series 8*	<b>6.97</b>	6.19	5.75	5.01	—
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 1	<b>5,341</b>	5,279	5,455	5,402	6,504
Series 3	<b>12,129</b>	12,251	12,726	11,047	12,813
Series 5	<b>143,559</b>	141,928	141,723	127,840	143,568
Series 6	<b>23,287</b>	23,414	19,804	11,803	17,422
Series 7	<b>1,877</b>	1,592	1,743	1,486	1,357
Series 8*	<b>20,890</b>	18,837	13,994	7,093	—
<b>Number of units outstanding (000)</b>					
Series 1	<b>399</b>	436	478	535	622
Series 3	<b>793</b>	892	988	976	1,101
Series 5	<b>8,614</b>	9,546	10,224	10,560	11,608
Series 6	<b>2,836</b>	3,201	2,903	1,981	2,861
Series 7	<b>220</b>	210	248	243	219
Series 8*	<b>2,999</b>	3,045	2,434	1,417	—
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 1	<b>3.83</b>	3.83	3.83	3.83	3.83
Series 3	<b>3.19</b>	3.19	3.19	3.19	3.18
Series 5	<b>2.56</b>	2.55	2.55	2.55	2.55
Series 6	<b>2.41</b>	2.40	2.57	2.57	2.57
Series 7	<b>1.86</b>	1.86	2.04	2.03	2.08
Series 8*	<b>2.07</b>	2.08	2.25	2.25	—
Portfolio turnover rate <sup>2</sup> (%)	<b>37.07</b>	50.78	60.93	49.23	145.33

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – BALANCED GROWTH – FRANKLIN QUOTENTIAL\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Franklin Bissett Core Plus Bond Fund	12.8%
Franklin Bissett Canadian Government Bond Fund	8.4%
Franklin FTSE U.S. Index ETF	7.6%
Franklin U.S. Core Equity Fund	7.5%
Franklin FTSE Canada All Cap Index ETF	7.4%
Franklin Bissett Canadian Equity Fund	6.6%
Franklin Liberty Global Aggregate Bond ETF	5.8%
Franklin International Core Equity Fund	5.0%
Franklin U.S. Rising Dividends Fund	4.8%
Franklin Canadian Core Equity Fund	4.2%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 3		Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	10,845	8.4%	10,875	8.7%	10,901	9.0%	10,959	9.6%	10,946	9.5%
3 Years	12,797	8.6%	12,915	8.9%	13,005	9.2%	13,221	9.8%	13,130	9.5%
5 Years	12,604	4.7%	12,798	5.1%	12,922	5.3%	13,275	5.8%	—	—
10 Years	16,981	5.4%	17,492	5.8%	—	—	—	—	—	—
Since Inception	15,920	3.1%	16,495	3.6%	14,280	4.6%	14,860	5.2%	12,500	6.2%

\* This Fund is composed of units of the corresponding underlying investment funds.

## DFS GIF – BALANCED GROWTH – FRANKLIN QUOTENTIAL (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Investments at fair value through profit or loss (FVTPL)	<b>419,231,018</b>	440,790,040
Premiums receivable	<b>92,137</b>	133,424
Receivable for securities sold	<b>154,057</b>	439,076
	<b>419,477,212</b>	441,362,540
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	<b>108,698</b>	377,380
Accrued expenses	<b>1,017,569</b>	1,076,923
Withdrawals payable	<b>437,606</b>	518,299
	<b>1,563,873</b>	1,972,602
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b>417,913,339</b>	439,389,938
<b>NET ASSETS PER UNIT</b>		
Series 3	<b>7.96</b>	7.34
Series 5	<b>8.33</b>	7.66
Series 6	<b>7.14</b>	6.55
Series 7	<b>7.43</b>	6.78
Series 8	<b>6.25</b>	5.71

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	<b>12,603,344</b>	7,201,971
Changes in fair value:		
Net realized gain (loss) on investments	<b>27,605,196</b>	19,308,748
Net unrealized gain (loss) on investments	<b>8,354,600</b>	17,404,423
	<b>48,563,140</b>	43,915,142
<b>EXPENSES</b>		
Management fees and guarantee charge	<b>10,148,433</b>	10,364,970
Operating expenses	<b>2,407,564</b>	2,451,416
	<b>12,555,997</b>	12,816,386
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b>36,007,143</b>	31,098,756
<b>DATA PER SERIES</b>		
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	<b>609,690</b>	532,864
- per unit	<b>0.62</b>	0.47
Average Number of Units	<b>982,392</b>	1,132,137
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	<b>31,652,427</b>	27,329,185
- per unit	<b>0.67</b>	0.51
Average Number of Units	<b>47,190,014</b>	53,570,322
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	<b>2,461,884</b>	2,146,836
- per unit	<b>0.60</b>	0.45
Average Number of Units	<b>4,116,422</b>	4,822,695
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	<b>271,236</b>	232,296
- per unit	<b>0.66</b>	0.51
Average Number of Units	<b>413,359</b>	457,353
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	<b>1,011,906</b>	857,575
- per unit	<b>0.53</b>	0.43
Average Number of Units	<b>1,906,281</b>	1,984,181

The accompanying Notes are an integral part of these financial statements

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>439,389,938</u>	452,040,753
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>36,007,143</u>	31,098,756
Premiums		
Series 3	115,662	157,766
Series 5	18,227,880	26,239,786
Series 6	1,628,004	1,888,700
Series 7	436,560	33,614
Series 8	1,869,610	1,349,664
	<u>22,277,716</u>	29,669,530
Withdrawals		
Series 3	(1,399,813)	(1,082,917)
Series 5	(69,562,129)	(65,419,954)
Series 6	(6,349,675)	(4,810,746)
Series 7	(755,168)	(159,500)
Series 8	(1,694,673)	(1,945,984)
	<u>(79,761,458)</u>	(73,419,101)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>417,913,339</u>	439,389,938

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	36,007,143	31,098,756
Adjustments for:		
Net realized (gain) loss	(27,605,196)	(19,308,748)
Net unrealized (gain) loss	(8,354,600)	(17,404,423)
Non-cash distribution from investments	(12,603,344)	(7,201,971)
Proceeds from sale/maturity of investments	70,341,642	58,574,292
Investments purchased	(219,480)	(1,964,983)
Receivable for securities sold	285,019	(181,330)
Accrued expenses	(59,354)	(33,358)
Payable for securities purchased	—	(25,150)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>57,791,830</u>	43,553,085
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	22,319,003	29,801,417
Amounts paid on withdrawals	(79,842,151)	(73,758,467)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>(57,523,148)</u>	(43,957,050)
Increase (decrease) in cash/ bank overdraft	268,682	(403,965)
Cash (bank overdraft), beginning of period	(377,380)	26,585
CASH (BANK OVERDRAFT), END OF PERIOD	<u>(108,698)</u>	(377,380)

The accompanying Notes are an integral part of these financial statements

## DFS GIF – BALANCED GROWTH – FRANKLIN QUOTENTIAL (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.3
Franklin Quotential Balanced Growth Portfolio, Series O	29,218,777	252,026,614	419,231,018		
<b>Total Investments</b>		<b>252,026,614</b>	<b>419,231,018</b>		
<b>Other Net Assets</b>			(1,317,679)		(0.3)
<b>Net Assets</b>			<b>417,913,339</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Franklin Bissett Core Plus Bond Fund	12.8%
Franklin Bissett Canadian Government Bond Fund	8.4%
Franklin FTSE U.S. Index ETF	7.6%
Franklin U.S. Core Equity Fund	7.5%
Franklin FTSE Canada All Cap Index ETF	7.4%
Franklin Bissett Canadian Equity Fund	6.6%
Franklin Liberty Global Aggregate Bond ETF	5.8%
Franklin International Core Equity Fund	5.0%
Franklin U.S. Rising Dividends Fund	4.8%
Franklin Canadian Core Equity Fund	4.2%
Franklin Bissett Short Duration Bond Fund	4.2%
SPDR Portfolio S&P 500 Value ETF	3.6%
Franklin ClearBridge U.S. Sustainability Leaders Fund	3.2%
Franklin U.S. Opportunities Fund	3.0%
Templeton Emerging Markets Fund	2.7%
Franklin FTSE Europe ex U.K. Index ETF	2.7%
iShares Core MSCI EAFE ETF	2.5%
Franklin Brandywine Global Sustainable Income Optimiser Fund	2.1%
Franklin ClearBridge Sustainable International Growth Fund	2.1%
Franklin Emerging Markets Core Equity Fund	1.8%
Franklin FTSE Japan Index ETF	1.0%
Templeton Global Bond Fund	0.5%
Cash and Cash Equivalents	0.5%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide a balance of capital growth and interest income by investing primarily in units of an individual underlying fund in order to gain the desired exposure to the equity and fixed-income markets

#### Strategy of the Fund

To emphasize investments in equity underlying funds in order to increase the potential for capital appreciation over a longer investment horizon. The Fund also invests, to a lesser extent, in fixed-income underlying funds in order to provide stability

The principal risk factors of this Fund are interest rate, foreign currency, credit, sovereign, market, special equities and derivatives risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	419,231	—	—	419,231
<b>TOTAL</b>	<b>419,231</b>	<b>—</b>	<b>—</b>	<b>419,231</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	440,790	—	—	440,790
<b>TOTAL</b>	<b>440,790</b>	<b>—</b>	<b>—</b>	<b>440,790</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – BALANCED GROWTH – FRANKLIN QUOTENTIAL (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

Benchmarks	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
	%	\$	\$
FTSE Canada Universe Bond (28%)	1.00	1,195	1,249
Bloomberg Barclays Multiverse Hedged (12%)	1.00	512	N/A
Bloomberg Barclays Multiverse Bond (0%)	1.00	N/A	535
S&P/TSX (15%)	3.00	1,921	2,008
MSCI All Country World Net (45%)	3.00	5,762	6,024

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"



## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 3	<b>7.96</b>	7.34	6.86	6.22	6.64
Series 5	<b>8.33</b>	7.66	7.13	6.45	6.86
Series 6	<b>7.14</b>	6.55	6.09	5.49	5.84
Series 7	<b>7.43</b>	6.78	6.27	5.62	5.94
Series 8*	<b>6.25</b>	5.71	5.29	4.76	—
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 3	<b>7,011</b>	7,686	8,078	9,009	10,448
Series 5	<b>368,517</b>	388,199	400,050	395,267	457,210
Series 6	<b>27,319</b>	29,579	30,354	28,601	38,969
Series 7	<b>2,953</b>	3,001	2,894	3,393	4,699
Series 8*	<b>12,112</b>	10,926	10,664	9,193	—
<b>Number of units outstanding (000)</b>					
Series 3	<b>880</b>	1,047	1,177	1,448	1,573
Series 5	<b>44,230</b>	50,679	56,074	61,291	66,604
Series 6	<b>3,824</b>	4,515	4,984	5,206	6,675
Series 7	<b>398</b>	443	462	603	791
Series 8*	<b>1,937</b>	1,912	2,015	1,932	—
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 3	<b>3.28</b>	3.28	3.28	3.27	3.26
Series 5	<b>2.98</b>	2.98	2.98	2.97	2.97
Series 6	<b>2.73</b>	2.73	2.78	2.78	2.79
Series 7	<b>2.19</b>	2.20	2.27	2.27	2.29
Series 8*	<b>2.37</b>	2.37	2.44	2.48	—
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>3.01</b>	2.10	2.04	3.49	5.12

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – CANADIAN BALANCED – CI SIGNATURE\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading “Strategy in using Financial Instruments”

For a detailed description of each Fund’s investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Manulife Financial Corporation	3.7%
CI Global Financial Sector ETF	3.0%
Province of Ontario, 2.600%, June 2, 2025	2.5%
Scotiabank	2.5%
Shopify	2.1%
Government of Canada, 0.250%, March 1, 2026	1.9%
Advanced Micro Devices	1.9%
Microsoft Corporation	1.8%
Canada Treasury Bills, April 28, 2022	1.8%
Sony Group Corporation	1.8%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,427	14.3%	11,471	14.7%	11,536	15.4%	11,528	15.3%
3 Years	13,679	11.0%	13,791	11.3%	14,014	11.9%	13,927	11.7%
5 Years	13,524	6.2%	13,679	6.5%	14,063	7.1%	—	—
10 Years	18,305	6.2%	—	—	—	—	—	—
Since Inception	18,740	5.5%	15,280	5.5%	15,920	6.1%	12,980	7.3%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Investments at fair value through profit or loss (FVTPL)	<b>119,980,297</b>	113,747,241
Premiums receivable	<b>166,462</b>	6,143
Receivable for securities sold	<b>40,962</b>	27,880
	<b>120,187,721</b>	113,781,264
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	<b>29,422</b>	21,159
Accrued expenses	<b>275,927</b>	263,901
Withdrawals payable	<b>246,917</b>	76,436
	<b>552,266</b>	361,496
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b>119,635,455</b>	113,419,768
<b>NET ASSETS PER UNIT</b>		
Series 5	<b>9.37</b>	8.20
Series 6	<b>7.64</b>	6.66
Series 7	<b>7.96</b>	6.90
Series 8	<b>6.49</b>	5.63

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	<b>10,154,534</b>	2,629,753
Changes in fair value:		
Net realized gain (loss) on investments	<b>2,125,867</b>	(11,845)
Net unrealized gain (loss) on investments	<b>6,887,334</b>	7,239,386
	<b>19,167,735</b>	9,857,294
<b>EXPENSES</b>		
Management fees and guarantee charge	<b>2,676,535</b>	2,562,799
Operating expenses	<b>622,792</b>	590,496
	<b>3,299,327</b>	3,153,295
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b>15,868,408</b>	6,703,999
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	<b>9,794,072</b>	3,990,833
- per unit	<b>1.18</b>	0.43
Average Number of Units	<b>8,274,187</b>	9,224,928
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	<b>3,351,910</b>	1,548,690
- per unit	<b>0.99</b>	0.40
Average Number of Units	<b>3,380,121</b>	3,849,845
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	<b>808,384</b>	338,632
- per unit	<b>1.06</b>	0.42
Average Number of Units	<b>759,855</b>	810,042
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	<b>1,914,042</b>	825,844
- per unit	<b>0.84</b>	0.37
Average Number of Units	<b>2,272,869</b>	2,225,254

The accompanying Notes are an integral part of these financial statements

## DFS GIF – CANADIAN BALANCED – CI SIGNATURE (continued)

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<b>113,419,768</b>	119,501,190
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>15,868,408</b>	6,703,999
Premiums		
Series 5	<b>6,159,621</b>	3,207,350
Series 6	<b>2,385,174</b>	1,689,388
Series 7	<b>448,701</b>	160,000
Series 8	<b>3,131,368</b>	1,518,616
	<b>12,124,864</b>	6,575,354
Withdrawals		
Series 5	<b>(12,750,269)</b>	(13,247,440)
Series 6	<b>(6,099,752)</b>	(3,933,497)
Series 7	<b>(738,850)</b>	(795,450)
Series 8	<b>(2,188,714)</b>	(1,384,388)
	<b>(21,777,585)</b>	(19,360,775)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<b>119,635,455</b>	113,419,768

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>15,868,408</b>	6,703,999
Adjustments for:		
Net realized (gain) loss	<b>(2,125,867)</b>	11,845
Net unrealized (gain) loss	<b>(6,887,334)</b>	(7,239,386)
Non-cash distribution from investments	<b>(10,154,534)</b>	(2,629,753)
Proceeds from sale/maturity of investments	<b>14,709,585</b>	16,800,783
Investments purchased	<b>(1,774,906)</b>	(841,234)
Receivable for securities sold	<b>(13,082)</b>	196,727
Accrued expenses	<b>12,026</b>	(21,672)
Payable for securities purchased	<b>—</b>	(134,728)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<b>9,634,296</b>	12,846,581
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	<b>11,964,545</b>	6,569,211
Amounts paid on withdrawals	<b>(21,607,104)</b>	(19,572,798)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<b>(9,642,559)</b>	(13,003,587)
Increase (decrease) in cash/ bank overdraft	<b>(8,263)</b>	(157,006)
Cash (bank overdraft), beginning of period	<b>(21,159)</b>	135,847
CASH (BANK OVERDRAFT), END OF PERIOD	<b>(29,422)</b>	(21,159)

The accompanying Notes are an integral part of these financial statements

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.3
Signature Canadian Balanced Fund, Class I	11,026,081	105,012,661	119,980,297		
<b>Total Investments</b>		<b>105,012,661</b>	<b>119,980,297</b>		
<b>Other Net Assets</b>			(344,842)		(0.3)
<b>Net Assets</b>			<b>119,635,455</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Manulife Financial Corporation	3.7%
CI Global Financial Sector ETF	3.0%
Province of Ontario, 2.600%, June 2, 2025	2.5%
Scotiabank	2.5%
Shopify	2.1%
Government of Canada, 0.250%, March 1, 2026	1.9%
Advanced Micro Devices	1.9%
Microsoft Corporation	1.8%
Canada Treasury Bills, April 28, 2022	1.8%
Sony Group Corporation	1.8%
Government of Canada, 1.500%, June 1, 2031	1.7%
Fairfax Financial Holdings	1.7%
Toronto-Dominion Bank	1.6%
Royal Bank of Canada	1.6%
Enbridge	1.5%
Apple	1.4%
Bank of Montreal	1.4%
Wheaton Precious Metals Corporation	1.3%
Suncor Energy	1.3%
Canadian Imperial Bank of Commerce	1.1%
Canadian Pacific Railway	1.1%
Amazon.com	1.0%
Canada Housing Trust, 1.250%, June 15, 2026	1.0%
Teck Resources	1.0%
Cenovus Energy	1.0%

## DFS GIF – CANADIAN BALANCED – CI SIGNATURE (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS****Objective of the Fund**

To provide investors with an attractive balance of current income and capital appreciation by investing primarily in a combination of Canadian equity and equity-related securities and fixed-income securities

**Strategy of the Fund**

For the equity portion, the Fund invests primarily in companies providing a stable income or consistent dividends. For the fixed-income portion, the portfolio advisor selects high-quality fixed-income securities, including bank loans and floating rate debt instruments but may choose to shift the weighting of the portion of the Fund held in bonds with longer terms to maturity depending on the expected fluctuations in interest rates.

The Fund may also invest in foreign securities as well as warrants, and derivatives, the latter to aid in hedging against potential losses resulting from changes in the prices of the securities that the Fund has invested in as well as any exposure from foreign currencies

The principal risk factors of this Fund are credit risk, interest rate risk, special equities risk, market risk, foreign currency risk and derivatives risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)****Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	119,980	—	—	119,980
<b>TOTAL</b>	<b>119,980</b>	<b>—</b>	<b>—</b>	<b>119,980</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	113,747	—	—	113,747
<b>TOTAL</b>	<b>113,747</b>	<b>—</b>	<b>—</b>	<b>113,747</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)****Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	<b>%</b>	<b>\$</b>	<b>\$</b>
FTSE Canada Universe Bond (40%)	1.00	467	458
S&P/TSX (30%)	3.00	1,050	1,030
MSCI All Country World Net (30%)	3.00	1,050	1,030

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – CANADIAN BALANCED – CI SIGNATURE (continued)

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 5	<b>9.37</b>	8.20	7.70	6.85	7.53
Series 6	<b>7.64</b>	6.66	6.25	5.54	6.08
Series 7	<b>7.96</b>	6.90	6.43	5.68	6.20
Series 8*	<b>6.49</b>	5.63	5.27	4.66	—
<b>Ratios and Supplemental Data</b>					
Net Asset Value (\$000's)					
Series 5	<b>74,239</b>	71,035	77,084	79,425	97,640
Series 6	<b>24,061</b>	24,423	25,119	23,564	35,197
Series 7	<b>5,824</b>	5,305	5,602	5,274	3,703
Series 8*	<b>15,512</b>	12,656	11,696	10,052	—
Number of units outstanding (000)					
Series 5	<b>7,921</b>	8,668	10,010	11,597	12,966
Series 6	<b>3,149</b>	3,667	4,021	4,250	5,786
Series 7	<b>732</b>	769	871	929	598
Series 8*	<b>2,391</b>	2,246	2,221	2,159	—
Management expense ratio (MER) <sup>1</sup> (%)					
Series 5	<b>3.00</b>	3.00	3.00	3.00	2.99
Series 6	<b>2.69</b>	2.69	2.79	2.78	2.78
Series 7	<b>2.13</b>	2.14	2.24	2.25	2.28
Series 8*	<b>2.34</b>	2.34	2.44	2.48	—
Portfolio turnover rate <sup>2</sup> (%)					
	<b>10.21</b>	3.13	4.45	12.48	6.42

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.



## DFS GIF – INCOME AND GROWTH – CI SIGNATURE\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Manulife Financial Corporation	3.7%
CI Global Financial Sector ETF	3.0%
Scotiabank	2.4%
Shopify	2.1%
Microsoft Corporation	1.9%
Advanced Micro Devices	1.9%
Sony Group Corporation	1.8%
Fairfax Financial Holdings	1.6%
Toronto-Dominion Bank	1.6%
Royal Bank of Canada	1.5%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,523	15.2%	11,565	15.7%	11,630	16.3%	11,604	16.0%
3 Years	13,657	10.9%	13,761	11.2%	13,968	11.8%	13,879	11.5%
5 Years	13,560	6.3%	13,687	6.5%	14,060	7.1%	—	—
Since Inception	17,700	6.4%	15,220	5.5%	15,840	6.0%	12,880	7.1%

\* This Fund is composed of units of the corresponding underlying investment funds.

## DFS GIF – INCOME AND GROWTH – CI SIGNATURE (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	—	7,880
Investments at fair value through profit or loss (FVTPL)	<b>119,737,649</b>	115,629,601
Premiums receivable	<b>124,792</b>	887
Receivable for securities sold	<b>185,223</b>	—
	<b>120,047,664</b>	115,638,368
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	<b>177,453</b>	—
Accrued expenses	<b>270,496</b>	265,071
Withdrawals payable	<b>214,304</b>	93,496
Payable for securities purchased	<b>525</b>	373
	<b>662,778</b>	358,940
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b>119,384,886</b>	115,279,428
<b>NET ASSETS PER UNIT</b>		
Series 5	<b>8.85</b>	7.68
Series 6	<b>7.61</b>	6.58
Series 7	<b>7.92</b>	6.81
Series 8	<b>6.44</b>	5.55

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	<b>9,925,767</b>	3,600,328
Changes in fair value:		
Net realized gain (loss) on investments	<b>2,660,523</b>	21,266
Net unrealized gain (loss) on investments	<b>7,816,369</b>	4,771,020
	<b>20,402,659</b>	8,392,614
<b>EXPENSES</b>		
Management fees and guarantee charge	<b>2,900,829</b>	2,776,837
Operating expenses	<b>381,997</b>	352,618
	<b>3,282,826</b>	3,129,455
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b>17,119,833</b>	5,263,159
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	<b>7,638,825</b>	2,690,661
- per unit	<b>1.18</b>	0.39
Average Number of Units	<b>6,450,202</b>	6,918,277
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	<b>4,674,707</b>	1,306,803
- per unit	<b>1.04</b>	0.25
Average Number of Units	<b>4,474,273</b>	5,162,634
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	<b>995,867</b>	303,127
- per unit	<b>1.11</b>	0.29
Average Number of Units	<b>894,940</b>	1,055,533
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	<b>3,810,434</b>	962,568
- per unit	<b>0.88</b>	0.22
Average Number of Units	<b>4,341,916</b>	4,347,415

The accompanying Notes are an integral part of these financial statements

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<b>115,279,428</b>	113,377,230
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>17,119,833</b>	5,263,159
Premiums		
Series 5	<b>4,327,944</b>	10,514,560
Series 6	<b>1,961,292</b>	2,369,801
Series 7	<b>177,324</b>	66,743
Series 8	<b>5,615,084</b>	2,744,074
	<b>12,081,644</b>	15,695,178
Withdrawals		
Series 5	<b>(12,518,305)</b>	(9,117,602)
Series 6	<b>(7,547,526)</b>	(5,057,521)
Series 7	<b>(1,198,413)</b>	(875,137)
Series 8	<b>(3,831,775)</b>	(4,005,879)
	<b>(25,096,019)</b>	(19,056,139)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<b>119,384,886</b>	115,279,428

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>17,119,833</b>	5,263,159
Adjustments for:		
Net realized (gain) loss	<b>(2,660,523)</b>	(21,266)
Net unrealized (gain) loss	<b>(7,816,369)</b>	(4,771,020)
Non-cash distribution from investments	<b>(9,925,767)</b>	(3,600,328)
Proceeds from sale/maturity of investments	<b>18,045,173</b>	13,283,873
Investments purchased	<b>(1,750,562)</b>	(6,801,610)
Receivable for securities sold	<b>(185,223)</b>	23,502
Accrued expenses	<b>5,425</b>	(2,892)
Payable for securities purchased	<b>152</b>	373
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<b>12,832,139</b>	3,373,791
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	<b>11,957,739</b>	15,846,048
Amounts paid on withdrawals	<b>(24,975,211)</b>	(19,215,749)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<b>(13,017,472)</b>	(3,369,701)
Increase (decrease) in cash/ bank overdraft	<b>(185,333)</b>	4,090
Cash (bank overdraft), beginning of period	<b>7,880</b>	3,790
CASH (BANK OVERDRAFT), END OF PERIOD	<b>(177,453)</b>	7,880

The accompanying Notes are an integral part of these financial statements

## DFS GIF – INCOME AND GROWTH – CI SIGNATURE (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.3
Signature Income & Growth Fund, Class I	11,762,048	101,388,955	119,737,649		
<b>Total Investments</b>		<b>101,388,955</b>	<b>119,737,649</b>		
<b>Other Net Assets</b>			(352,763)		(0.3)
<b>Net Assets</b>			<b>119,384,886</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Manulife Financial Corporation	3.7%
CI Global Financial Sector ETF	3.0%
Scotiabank	2.4%
Shopify	2.1%
Microsoft Corporation	1.9%
Advanced Micro Devices	1.9%
Sony Group Corporation	1.8%
Fairfax Financial Holdings	1.6%
Toronto-Dominion Bank	1.6%
Royal Bank of Canada	1.5%
Apple	1.5%
Enbridge	1.5%
Government of Canada, 2.000%, December 1, 2051	1.4%
Wheaton Precious Metals Corporation	1.3%
Bank of Montreal	1.3%
Suncor Energy	1.3%
Government of Canada, 2.000%, September 1, 2023	1.2%
Amazon.com	1.1%
Teck Resources	1.1%
Canadian Pacific Railway	1.0%
Canadian Imperial Bank of Commerce	1.0%
Canada Treasury Bills, March 31, 2022	1.0%
Canada Housing Trust, 1.250%, June 15, 2026	1.0%
Cenovus Energy	1.0%
TELUS Corporation	0.9%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide a steady flow of current income while preserving capital by obtaining exposure primarily to equity, equity-related and fixed-income securities of Canadian issuers

#### Strategy of the Fund

The Fund invests in a combination of equity, fixed-income and derivatives. Broadly diversified by sector and style, preferred and common shares make up portions of the Fund's investments in equity securities. The fixed-income portion of the Fund's investments is comprised of high-yielding government and corporate bonds, debentures and notes, including some securities that are unrated or have credit ratings below investment grade. The Fund may also invest in real estate investment trusts (REITs), royalty trusts, income trusts and other similar high yielding instruments. The principal risk factors of this Fund are market risk, derivatives risk, currency risk, credit risk, and interest rate risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	119,738	—	—	119,738
<b>TOTAL</b>	<b>119,738</b>	<b>—</b>	<b>—</b>	<b>119,738</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	115,630	—	—	115,630
<b>TOTAL</b>	<b>115,630</b>	<b>—</b>	<b>—</b>	<b>115,630</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – INCOME AND GROWTH – CI SIGNATURE (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	%	\$	\$
FTSE Canada Universe Bond (20%)	1.00	208	204
Merrill Lynch High Yield Master II (20%)	2.00	415	407
S&P/TSX (35%)	3.00	1,091	1,069
MSCI All Country World Net (25%)	3.00	779	764

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 5	<b>8.85</b>	7.68	7.37	6.48	7.13
Series 6	<b>7.61</b>	6.58	6.30	5.53	6.08
Series 7	<b>7.92</b>	6.81	6.49	5.67	6.19
Series 8*	<b>6.44</b>	5.55	5.30	4.64	—
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 5	<b>52,196</b>	52,747	48,660	44,510	44,345
Series 6	<b>31,447</b>	32,358	33,739	31,080	42,007
Series 7	<b>6,580</b>	6,605	7,110	6,974	6,640
Series 8*	<b>29,162</b>	23,568	23,868	19,756	—
<b>Number of units outstanding (000)</b>					
Series 5	<b>5,896</b>	6,869	6,603	6,871	6,220
Series 6	<b>4,135</b>	4,919	5,354	5,618	6,906
Series 7	<b>831</b>	970	1,095	1,231	1,072
Series 8*	<b>4,531</b>	4,248	4,505	4,261	—
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 5	<b>3.04</b>	3.05	3.04	3.04	3.04
Series 6	<b>2.73</b>	2.73	2.90	2.90	2.89
Series 7	<b>2.18</b>	2.18	2.35	2.34	2.36
Series 8*	<b>2.41</b>	2.40	2.57	2.59	—
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>9.88</b>	12.09	11.53	5.37	7.42

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – GROWTH AND INCOME – NEI\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading “Strategy in using Financial Instruments”

For a detailed description of each Fund’s investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
NEI Global Growth Fund	33.9%
NEI Canadian Bond Fund	26.0%
Toronto-Dominion Bank	4.3%
Colliers International Group	3.9%
Magna International	2.5%
GFL Environmental	2.5%
Brookfield Asset Management	2.4%
Scotiabank	2.3%
Sun Life Financial	1.9%
Canadian Imperial Bank of Commerce	1.9%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 3		Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,055	10.5%	11,135	11.3%	11,144	11.4%	11,217	12.2%	11,199	12.0%
3 Years	12,974	9.1%	13,238	9.8%	13,294	10.0%	13,494	10.5%	13,433	10.3%
5 Years	12,997	5.4%	13,442	6.1%	13,522	6.2%	13,884	6.8%	—	—
10 Years	18,861	6.6%	20,129	7.2%	—	—	—	—	—	—
Since Inception	16,140	3.2%	18,057	4.3%	15,580	5.8%	16,220	6.4%	12,520	6.3%

\* This Fund is composed of units of the corresponding underlying investment funds.



## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	402,137	357,988
Investments at fair value through profit or loss (FVTPL)	234,635,269	224,521,653
Premiums receivable	145,279	7,444
Receivable for securities sold	67,314	66,125
	<u>235,249,999</u>	<u>224,953,210</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	542,841	520,642
Withdrawals payable	440,114	236,987
Payable for securities purchased	16,787	—
	<u>999,742</u>	<u>757,629</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>234,250,257</b></u>	<u>224,195,581</u>
<b>NET ASSETS PER UNIT</b>		
Series 3	<u>8.07</u>	7.30
Series 5	<u>8.83</u>	7.93
Series 6	<u>7.79</u>	6.99
Series 7	<u>8.11</u>	7.23
Series 8	<u>6.26</u>	5.59

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	—	1,059
Distributions from underlying funds	61,228,059	5,351,280
Changes in fair value:		
Net realized gain (loss) on investments	8,743,053	6,820,999
Net unrealized gain (loss) on investments	(38,471,889)	5,402,491
	<u>31,499,223</u>	<u>17,575,829</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	5,501,898	5,098,989
Operating expenses	1,033,209	942,973
	<u>6,535,107</u>	<u>6,041,962</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>24,964,116</b></u>	<u>11,533,867</u>
<b>DATA PER SERIES</b>		
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	191,193	71,208
- per unit	0.78	0.28
Average Number of Units	246,458	254,677
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	15,372,953	6,942,087
- per unit	0.91	0.37
Average Number of Units	16,928,475	18,550,572
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	5,021,057	2,484,284
- per unit	0.83	0.36
Average Number of Units	6,062,954	6,901,497
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	783,091	322,556
- per unit	0.88	0.30
Average Number of Units	892,772	1,075,007
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	3,595,822	1,713,732
- per unit	0.65	0.31
Average Number of Units	5,515,029	5,495,908

The accompanying Notes are an integral part of these financial statements

## DFS GIF – GROWTH AND INCOME – NEI (continued)

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>224,195,581</u>	231,555,406
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>24,964,116</u>	11,533,867
Premiums		
Series 3	174,899	244,714
Series 5	10,430,401	10,997,690
Series 6	3,951,778	6,353,809
Series 7	747,933	60,625
Series 8	6,203,850	5,959,549
	<u>21,508,861</u>	23,616,387
Withdrawals		
Series 3	(234,598)	(329,885)
Series 5	(22,226,856)	(23,399,103)
Series 6	(9,582,971)	(11,080,938)
Series 7	(430,107)	(1,832,978)
Series 8	(3,943,769)	(5,867,175)
	<u>(36,418,301)</u>	(42,510,079)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>234,250,257</u>	224,195,581

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	24,964,116	11,533,867
Adjustments for:		
Net realized (gain) loss	(8,743,053)	(6,820,999)
Net unrealized (gain) loss	38,471,889	(5,402,491)
Non-cash distribution from investments	(61,228,059)	(5,351,280)
Proceeds from sale/maturity of investments	25,093,354	27,893,348
Investments purchased	(3,707,747)	(2,973,096)
Receivable for securities sold	(1,189)	(66,125)
Accrued expenses	22,199	(26,547)
Payable for securities purchased	16,787	(454,653)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>14,888,297</u>	18,332,024
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	21,371,026	23,745,530
Amounts paid on withdrawals	(36,215,174)	(42,526,086)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>(14,844,148)</u>	(18,780,556)
Increase (decrease) in cash/ bank overdraft	44,149	(448,532)
Cash (bank overdraft), beginning of period	357,988	806,520
CASH (BANK OVERDRAFT), END OF PERIOD	<u>402,137</u>	357,988
SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Interest received	—	1,080
Interest paid	—	21

The accompanying Notes are an integral part of these financial statements

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.2
NEI Growth & Income Fund, Series I	31,969,271	204,701,265	234,635,269		
<b>Total Investments</b>		<b>204,701,265</b>	<b>234,635,269</b>		
<b>Other Net Assets</b>			(385,012)		(0.2)
<b>Net Assets</b>			<b>234,250,257</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
NEI Global Growth Fund	33.9%
NEI Canadian Bond Fund	26.0%
Toronto-Dominion Bank	4.3%
Colliers International Group	3.9%
Magna International	2.5%
GFL Environmental	2.5%
Brookfield Asset Management	2.4%
Scotiabank	2.3%
Sun Life Financial	1.9%
Canadian Imperial Bank of Commerce	1.9%
SmartCentres Real Estate Investment Trust	1.8%
TELUS Corporation	1.7%
FirstService Corporation	1.7%
Manulife Financial Corporation	1.6%
Empire Company	1.5%
Equitable Group	1.4%
TMX Group	1.3%
Quebecor	1.3%
NorthWest Healthcare Properties Real Estate Investment Trust	1.2%
Air Canada	1.1%
BCE	1.0%
Superior Plus Corporation	0.7%
Cenovus Energy	0.7%
Cash and Cash Equivalents	0.6%
Canadian Pacific Railway	0.4%

## DFS GIF – GROWTH AND INCOME – NEI (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS****Objective of the Fund**

To provide a consistent stream of income and capital appreciation by investing primarily in a mix of Canadian equities and fixed-income securities

**Strategy of the Fund**

To invest in a diversified portfolio consisting primarily of a balance of large cap equity and investment grade fixed-income securities issued principally by Canadian issuers

The principal risk factors of this Fund are interest rate, market, some minor foreign currency and credit risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)****Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	234,635	—	—	234,635
<b>TOTAL</b>	<b>234,635</b>	<b>—</b>	<b>—</b>	<b>234,635</b>

December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	224,522	—	—	224,522
<b>TOTAL</b>	<b>224,522</b>	<b>—</b>	<b>—</b>	<b>224,522</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)****Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks. Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	<b>%</b>	<b>\$</b>	<b>\$</b>
FTSE Canada Universe Bond (25%)	1.00	594	571
S&P/TSX (55%)	3.00	3,918	3,770
MSCI World Net (20%)	3.00	1,425	1,371

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – GROWTH AND INCOME – NEI (continued)

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 3	<b>8.07</b>	7.30	6.97	6.22	6.74
Series 5	<b>8.83</b>	7.93	7.52	6.67	7.18
Series 6	<b>7.79</b>	6.99	6.62	5.86	6.30
Series 7	<b>8.11</b>	7.23	6.81	6.01	6.42
Series 8*	<b>6.26</b>	5.59	5.28	4.66	—
<b>Ratios and Supplemental Data</b>					
Net Asset Value (\$000's)					
Series 3	<b>1,959</b>	1,828	1,842	1,800	2,005
Series 5	<b>144,120</b>	140,544	146,003	138,301	148,789
Series 6	<b>44,624</b>	45,234	47,477	37,825	36,292
Series 7	<b>7,678</b>	6,577	8,027	9,196	3,835
Series 8*	<b>35,869</b>	30,013	28,207	18,649	—
Number of units outstanding (000)					
Series 3	<b>243</b>	250	264	289	298
Series 5	<b>16,322</b>	17,714	19,415	20,727	20,722
Series 6	<b>5,726</b>	6,473	7,176	6,450	5,758
Series 7	<b>947</b>	909	1,178	1,530	597
Series 8*	<b>5,731</b>	5,364	5,342	3,998	—
Management expense ratio (MER) <sup>1</sup> (%)					
Series 3	<b>3.61</b>	3.59	3.59	3.62	3.63
Series 5	<b>2.94</b>	2.94	2.94	2.94	2.94
Series 6	<b>2.73</b>	2.73	2.84	2.83	2.84
Series 7	<b>2.22</b>	2.23	2.34	2.28	2.29
Series 8*	<b>2.41</b>	2.41	2.50	2.53	—
Portfolio turnover rate <sup>2</sup> (%)	<b>10.84</b>	3.91	8.52	4.83	7.78

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – GROWTH – NEI SELECT\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
NEI U.S. Equity RS Fund	16.4%
NEI Global Equity RS Fund	14.9%
NEI Emerging Markets Fund	11.0%
NEI Canadian Equity RS Fund	9.1%
NEI International Equity RS Fund	8.9%
NEI Canadian Bond Fund	7.9%
NEI Global Value Fund	6.2%
NEI ESG Canadian Enhanced Index Fund	5.0%
NEI Canadian Small Cap Equity RS Fund	5.0%
NEI Global Dividend RS Fund	4.0%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 3		Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,134	11.3%	11,213	12.1%	11,253	12.5%	11,292	12.9%	11,278	12.8%
3 Years	13,495	10.5%	13,782	11.3%	13,859	11.5%	14,077	12.1%	13,983	11.8%
5 Years	13,402	6.0%	13,884	6.8%	14,007	7.0%	14,390	7.6%	-	-
	19,245	6.8%	20,618	7.5%	-	-	-	-	-	-
Since Inception	20,620	3.7%	17,766	4.1%	16,160	6.3%	16,780	6.8%	13,060	7.5%

\* This Fund is composed of units of the corresponding underlying investment funds.

## DFS GIF – GROWTH – NEI SELECT (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	9,029	49,112
Investments at fair value through profit or loss (FVTPL)	145,658,511	140,145,142
Premiums receivable	168,632	21,081
Receivable for securities sold	33,839	5,613
	<u>145,870,011</u>	<u>140,220,948</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	337,169	344,581
Withdrawals payable	293,473	129,537
Payable for securities purchased	8,498	3,658
	<u>639,140</u>	<u>477,776</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>145,230,871</b></u>	<u>139,743,172</u>
<b>NET ASSETS PER UNIT</b>		
Series 3	<u>10.31</u>	9.26
Series 5	<u>11.37</u>	10.14
Series 6	<u>8.08</u>	7.18
Series 7	<u>8.39</u>	7.43
Series 8	<u>6.53</u>	5.79

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	—	116
Distributions from underlying funds	16,593,883	2,862,854
Changes in fair value:		
Net realized gain (loss) on investments	4,678,328	1,576,706
Net unrealized gain (loss) on investments	(395,421)	9,589,627
	<u>20,876,790</u>	<u>14,029,303</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	3,497,476	3,353,927
Operating expenses	670,307	611,834
	<u>4,167,783</u>	<u>3,965,761</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>16,709,007</b></u>	<u>10,063,542</u>
<b>DATA PER SERIES</b>		
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	243,544	143,724
- per unit	1.06	0.57
Average Number of Units	229,568	251,722
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	10,065,778	5,983,743
- per unit	1.25	0.68
Average Number of Units	8,059,814	8,814,090
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	3,681,056	2,244,073
- per unit	0.91	0.50
Average Number of Units	4,051,357	4,452,286
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	535,523	402,804
- per unit	0.98	0.61
Average Number of Units	544,343	661,095
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	2,183,106	1,289,198
- per unit	0.73	0.44
Average Number of Units	2,992,910	2,921,941

The accompanying Notes are an integral part of these financial statements



STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<b>139,743,172</b>	140,591,621
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>16,709,007</b>	10,063,542
Premiums		
Series 3	<b>80,491</b>	117,470
Series 5	<b>5,603,409</b>	7,356,389
Series 6	<b>2,070,212</b>	3,354,499
Series 7	<b>610,736</b>	8,002
Series 8	<b>3,488,730</b>	2,640,001
	<b>11,853,578</b>	13,476,361
Withdrawals		
Series 3	<b>(232,313)</b>	(548,245)
Series 5	<b>(13,735,139)</b>	(14,185,824)
Series 6	<b>(5,451,834)</b>	(4,631,307)
Series 7	<b>(1,150,477)</b>	(2,337,450)
Series 8	<b>(2,505,123)</b>	(2,685,526)
	<b>(23,074,886)</b>	(24,388,352)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<b>145,230,871</b>	139,743,172

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>16,709,007</b>	10,063,542
Adjustments for:		
Net realized (gain) loss	<b>(4,678,328)</b>	(1,576,706)
Net unrealized (gain) loss	<b>395,421</b>	(9,589,627)
Non-cash distribution from investments	<b>(16,593,883)</b>	(2,862,854)
Proceeds from sale/maturity of investments	<b>146,919,623</b>	17,498,606
Investments purchased	<b>(131,556,202)</b>	(2,624,923)
Receivable for securities sold	<b>(28,226)</b>	29,488
Accrued expenses	<b>(7,412)</b>	(10,146)
Payable for securities purchased	<b>4,840</b>	(40,981)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<b>11,164,840</b>	10,886,399
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	<b>11,706,027</b>	13,570,436
Amounts paid on withdrawals	<b>(22,910,950)</b>	(24,417,967)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<b>(11,204,923)</b>	(10,847,531)
Increase (decrease) in cash/ bank overdraft	<b>(40,083)</b>	38,868
Cash (bank overdraft), beginning of period	<b>49,112</b>	10,244
CASH (BANK OVERDRAFT), END OF PERIOD	<b>9,029</b>	49,112
SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Interest received	—	165
Interest paid	—	55

The accompanying Notes are an integral part of these financial statements

## DFS GIF – GROWTH – NEI SELECT (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.3
NEI Select Growth RS Portfolio, Series I	6,517,888	122,634,571	145,658,511		
<b>Total Investments</b>		<b>122,634,571</b>	<b>145,658,511</b>		
<b>Other Net Assets</b>			(427,640)		(0.3)
<b>Net Assets</b>			<b>145,230,871</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
NEI U.S. Equity RS Fund	16.4%
NEI Global Equity RS Fund	14.9%
NEI Emerging Markets Fund	11.0%
NEI Canadian Equity RS Fund	9.1%
NEI International Equity RS Fund	8.9%
NEI Canadian Bond Fund	7.9%
NEI Global Value Fund	6.2%
NEI ESG Canadian Enhanced Index Fund	5.0%
NEI Canadian Small Cap Equity RS Fund	5.0%
NEI Global Dividend RS Fund	4.0%
NEI Environmental Leaders Fund	4.0%
NEI Global High Yield Bond Fund	3.9%
NEI Global Total Return Bond Fund	2.9%
Cash and Cash Equivalents	0.8%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide a balance of capital growth and interest income by investing primarily in units of individual underlying funds in order to gain the desired exposure to the equity and fixed-income markets

#### Strategy of the Fund

To emphasize investments in equity underlying funds in order to increase the potential for capital appreciation over a longer investment horizon. The Fund also invests to a lesser extent, in fixed-income underlying funds in order to provide income and capital preservation

The principal risk factors of this Fund are interest rate, credit, foreign currency, sovereign, market and derivatives risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	145,659	—	—	145,659
<b>TOTAL</b>	<b>145,659</b>	<b>—</b>	<b>—</b>	<b>145,659</b>

  

December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	140,145	—	—	140,145
<b>TOTAL</b>	<b>140,145</b>	<b>—</b>	<b>—</b>	<b>140,145</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – GROWTH – NEI SELECT (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	%	\$	\$
FTSE Canada Universe Bond (20%)	1.00	308	299
S&P/TSX (16%)	3.00	739	717
MSCI World Net (64%)	3.00	2,956	2,868

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 3	<b>10.31</b>	9.26	8.65	7.64	8.30
Series 5	<b>11.37</b>	10.14	9.40	8.25	8.90
Series 6	<b>8.08</b>	7.18	6.65	5.83	6.28
Series 7	<b>8.39</b>	7.43	6.84	5.96	6.38
Series 8*	<b>6.53</b>	5.79	5.34	4.67	—
<b>Ratios and Supplemental Data</b>					
Net Asset Value (\$000's)					
Series 3	<b>2,265</b>	2,173	2,460	2,587	3,625
Series 5	<b>87,436</b>	85,501	86,347	82,408	77,936
Series 6	<b>31,203</b>	30,903	29,936	24,822	27,648
Series 7	<b>4,423</b>	4,428	6,354	6,160	5,588
Series 8*	<b>19,905</b>	16,738	15,494	12,395	—
Number of units outstanding (000)					
Series 3	<b>220</b>	235	284	339	437
Series 5	<b>7,690</b>	8,436	9,184	9,991	8,755
Series 6	<b>3,863</b>	4,302	4,499	4,259	4,403
Series 7	<b>527</b>	596	929	1,034	876
Series 8*	<b>3,048</b>	2,892	2,899	2,656	—
Management expense ratio (MER) <sup>1</sup> (%)					
Series 3	<b>3.68</b>	3.82	3.82	3.82	3.83
Series 5	<b>2.96</b>	3.13	3.13	3.13	3.13
Series 6	<b>2.71</b>	2.88	2.99	3.00	2.99
Series 7	<b>2.21</b>	2.31	2.42	2.37	2.46
Series 8*	<b>2.39</b>	2.57	2.67	2.70	—
Portfolio turnover rate <sup>2</sup> (%)	<b>102.46</b>	4.18	5.80	6.30	5.72

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – ASSET ALLOCATION – CAMBRIDGE\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading “Strategy in using Financial Instruments”

For a detailed description of each Fund’s investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
CI Canadian Core Plus Bond Fund	32.9%
CI Canadian Long-Term Bond Pool	3.2%
CI Canadian Short-Term Bond Pool	3.1%
Anthem	1.8%
Microsoft Corporation	1.7%
Alphabet	1.5%
Ferguson	1.5%
Brookfield Asset Management	1.4%
Visa	1.4%
Berry Global Group	1.4%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	10,936	9.4%	10,974	9.7%	11,031	10.3%	11,005	10.1%
3 Years	12,428	7.5%	12,522	7.8%	12,702	8.3%	12,639	8.1%
5 Years	11,971	3.7%	12,095	3.9%	12,413	4.4%	—	—
Since Inception	17,300	6.1%	14,200	4.6%	14,760	5.1%	12,260	5.7%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	34,628	—
Investments at fair value through profit or loss (FVTPL)	11,574,657	12,144,235
Premiums receivable	302	202
Receivable for securities sold	10,316	—
	<u>11,619,903</u>	<u>12,144,437</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	—	41,246
Accrued expenses	24,171	25,744
Withdrawals payable	12,657	2,252
Payable for securities purchased	150	200
	<u>36,978</u>	<u>69,442</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b><u>11,582,925</u></b>	<b>12,074,995</b>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>8.65</u>	7.91
Series 6	<u>7.10</u>	6.47
Series 7	<u>7.38</u>	6.69
Series 8	<u>6.13</u>	5.57

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	(122)	(225)
Distributions from underlying funds	157,097	673,788
Changes in fair value:		
Net realized gain (loss) on investments	277,013	137,535
Net unrealized gain (loss) on investments	939,290	(312,787)
	<u>1,373,278</u>	<u>498,311</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	268,486	302,507
Operating expenses	29,910	32,679
	<u>298,396</u>	<u>335,186</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b><u>1,074,882</u></b>	<b>163,125</b>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	355,348	52,233
- per unit	0.74	0.10
Average Number of Units	482,095	537,169
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	357,584	64,861
- per unit	0.64	0.10
Average Number of Units	560,228	648,872
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	133,800	33,494
- per unit	0.68	0.11
Average Number of Units	196,356	300,401
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	228,150	12,537
- per unit	0.54	0.02
Average Number of Units	420,457	544,615

The accompanying Notes are an integral part of these financial statements

## DFS GIF – ASSET ALLOCATION – CAMBRIDGE (continued)

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>12,074,995</u>	14,516,676
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>1,074,882</u>	163,125
Premiums		
Series 5	184,068	482,949
Series 6	292,785	524,190
Series 7	300	92,887
Series 8	640,623	582,873
	<u>1,117,776</u>	1,682,899
Withdrawals		
Series 5	(632,624)	(1,037,724)
Series 6	(793,969)	(1,181,742)
Series 7	(155,212)	(859,203)
Series 8	(1,102,923)	(1,209,036)
	<u>(2,684,728)</u>	(4,287,705)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>11,582,925</u>	12,074,995

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	1,074,882	163,125
Adjustments for:		
Net realized (gain) loss	(277,013)	(137,535)
Net unrealized (gain) loss	(939,290)	312,787
Non-cash distribution from investments	(157,097)	(673,788)
Proceeds from sale/maturity of investments	2,300,361	3,246,807
Investments purchased	(357,383)	(341,439)
Receivable for securities sold	(10,316)	—
Accrued expenses	(1,573)	(5,629)
Payable for securities purchased	(50)	(30,750)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>1,632,521</u>	2,533,578
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	1,117,676	1,683,198
Amounts paid on withdrawals	(2,674,323)	(4,288,919)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>(1,556,647)</u>	(2,605,721)
Increase (decrease) in cash/ bank overdraft	75,874	(72,143)
Cash (bank overdraft), beginning of period	<u>(41,246)</u>	30,897
CASH (BANK OVERDRAFT), END OF PERIOD	<u>34,628</u>	(41,246)
SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Interest received	—	7
Interest paid	<u>122</u>	232

The accompanying Notes are an integral part of these financial statements



## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					99.9
Cambridge Canadian Asset Allocation Corporate Class, I-Class	536,167	9,616,359	11,574,657		
<b>Total Investments</b>		<b>9,616,359</b>	<b>11,574,657</b>		
<b>Other Net Assets</b>			8,268		0.1
<b>Net Assets</b>			<b>11,582,925</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
CI Canadian Core Plus Bond Fund	32.9%
CI Canadian Long-Term Bond Pool	3.2%
CI Canadian Short-Term Bond Pool	3.1%
Anthem	1.8%
Microsoft Corporation	1.7%
Alphabet	1.5%
Ferguson	1.5%
Brookfield Asset Management	1.4%
Visa	1.4%
Berry Global Group	1.4%
Athene Holding	1.4%
Meta Platforms	1.4%
Ashtead Group PLC	1.4%
DuPont de Nemours	1.4%
Amazon.com	1.3%
Danaher Corporation	1.2%
Royal Bank of Canada	1.2%
Enbridge	1.2%
Philip Morris International	1.2%
Canadian Pacific Railway	1.1%
CGI Group	1.1%
McKesson Corporation	1.1%
Constellation Software	1.0%
Canadian Imperial Bank of Commerce	1.0%
Alimentation Couche-Tard	1.0%

## DFS GIF – ASSET ALLOCATION – CAMBRIDGE (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS****Objective of the Fund**

To achieve a superior total investment return, directly or indirectly, through a combination of primarily equity and fixed-income securities of Canadian companies. Indirect investments may include convertible securities, derivatives, equity-related securities and securities of other mutual funds

**Strategy of the Fund**

The Fund is actively managed following a disciplined bottom-up selection process. The strategy invests in equity, fixed-income instruments and cash and cash equivalents to achieve the Fund's objective. The investments in each asset class will vary dependent on market conditions. The Canadian fixed-income securities portion of the portfolio will consist mainly of high quality government and corporate bonds while foreign securities can make up a part of the equity portion of the portfolio

The principal risk factors for this Fund are market risk, credit risk, currency risk, derivatives risk and interest rate risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)****Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	11,575	—	—	11,575
<b>TOTAL</b>	<b>11,575</b>	<b>—</b>	<b>—</b>	<b>11,575</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	12,144	—	—	12,144
<b>TOTAL</b>	<b>12,144</b>	<b>—</b>	<b>—</b>	<b>12,144</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)****Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks. Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's, managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
Benchmarks	%	\$	\$
FTSE Canada Universe Bond (40%)	1.00	40	40
S&P/TSX (60%)	3.00	181	179

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – ASSET ALLOCATION – CAMBRIDGE (continued)

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 5	<b>8.65</b>	7.91	7.76	6.96	7.34
Series 6	<b>7.10</b>	6.47	6.34	5.67	5.98
Series 7	<b>7.38</b>	6.69	6.52	5.81	6.09
Series 8*	<b>6.13</b>	5.57	5.44	4.85	—
<b>Ratios and Supplemental Data</b>					
Net Asset Value (\$000's)					
Series 5	<b>3,926</b>	4,019	4,522	4,575	6,031
Series 6	<b>3,706</b>	3,850	4,442	4,428	8,483
Series 7	<b>1,411</b>	1,432	2,165	2,993	1,910
Series 8*	<b>2,540</b>	2,774	3,388	3,112	—
Number of units outstanding (000)					
Series 5	<b>454</b>	508	582	657	821
Series 6	<b>522</b>	595	701	780	1,419
Series 7	<b>191</b>	214	332	515	314
Series 8*	<b>415</b>	498	623	642	—
Management expense ratio (MER) <sup>1</sup> (%)					
Series 5	<b>2.88</b>	2.88	2.89	2.90	2.89
Series 6	<b>2.59</b>	2.59	2.71	2.71	2.70
Series 7	<b>2.07</b>	2.09	2.21	2.20	2.21
Series 8*	<b>2.25</b>	2.26	2.37	2.42	—
Portfolio turnover rate <sup>2</sup> (%)					
	<b>4.42</b>	7.85	14.36	16.46	13.93

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – GROWTH – FRANKLIN QUOTENTIAL\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Franklin FTSE U.S. Index ETF	10.1%
Franklin U.S. Core Equity Fund	9.9%
Franklin FTSE Canada All Cap Index ETF	9.7%
Franklin Bissett Canadian Equity Fund	8.5%
Franklin International Core Equity Fund	6.5%
Franklin U.S. Rising Dividends Fund	6.3%
Franklin Canadian Core Equity Fund	5.5%
Franklin Bissett Core Plus Bond Fund	5.2%
SPDR Portfolio S&P 500 Value ETF	4.8%
Franklin ClearBridge U.S. Sustainability Leaders Fund	4.1%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 3		Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,248	12.5%	11,307	13.1%	11,338	13.4%	11,396	14.0%	11,372	13.7%
3 Years	13,579	10.7%	13,732	11.1%	13,867	11.5%	14,085	12.1%	14,026	11.9%
5 Years	13,272	5.8%	13,540	6.2%	13,753	6.6%	14,103	7.1%	-	-
10 Years	18,915	6.6%	19,655	7.0%	-	-	-	-	-	-
Since Inception	15,860	2.2%	16,747	3.7%	15,420	5.7%	16,000	6.2%	13,100	7.6%

\* This Fund is composed of units of the corresponding underlying investment funds.

## DFS GIF – GROWTH – FRANKLIN QUOTENTIAL (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	907	—
Investments at fair value through profit or loss (FVTPL)	44,612,472	48,244,118
Premiums receivable	69,225	277
Receivable for securities sold	—	4,054
	<u>44,682,604</u>	<u>48,248,449</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	—	3,870
Accrued expenses	115,530	126,026
Withdrawals payable	—	34,598
Payable for securities purchased	1,006	—
	<u>116,536</u>	<u>164,494</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>44,566,068</b></u>	<u>48,083,955</u>
<b>NET ASSETS PER UNIT</b>		
Series 3	<u>7.93</u>	7.05
Series 5	<u>8.39</u>	7.42
Series 6	<u>7.71</u>	6.80
Series 7	<u>8.00</u>	7.02
Series 8	<u>6.55</u>	5.76

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	2,272,124	636,119
Changes in fair value:		
Net realized gain (loss) on investments	5,038,100	2,441,289
Net unrealized gain (loss) on investments	(94,906)	1,851,432
	<u>7,215,318</u>	<u>4,928,840</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	1,251,501	1,247,326
Operating expenses	242,370	241,651
	<u>1,493,871</u>	<u>1,488,977</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>5,721,447</b></u>	<u>3,439,863</u>
<b>DATA PER SERIES</b>		
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	214,769	124,844
- per unit	0.89	0.45
Average Number of Units	242,407	276,580
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	4,889,623	2,945,024
- per unit	0.96	0.50
Average Number of Units	5,090,354	5,884,900
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	343,354	221,040
- per unit	0.92	0.50
Average Number of Units	372,308	442,755
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	15,787	9,687
- per unit	1.00	0.55
Average Number of Units	15,813	17,573
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	257,914	139,268
- per unit	0.79	0.45
Average Number of Units	327,745	306,870

The accompanying Notes are an integral part of these financial statements

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>48,083,955</b>	49,351,035
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>5,721,447</b>	3,439,863
Premiums		
Series 3	38,027	125,415
Series 5	1,175,013	1,293,386
Series 6	110,490	195,981
Series 7	—	—
Series 8	241,918	135,256
	<b>1,565,448</b>	1,750,038
Withdrawals		
Series 3	(482,549)	(317,816)
Series 5	(9,661,642)	(5,724,988)
Series 6	(589,003)	(340,909)
Series 7	(18,327)	(384)
Series 8	(53,261)	(72,884)
	<b>(10,804,782)</b>	(6,456,981)
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>44,566,068</b>	48,083,955

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>5,721,447</b>	3,439,863
Adjustments for:		
Net realized (gain) loss	<b>(5,038,100)</b>	(2,441,289)
Net unrealized (gain) loss	<b>94,906</b>	(1,851,432)
Non-cash distribution from investments	<b>(2,272,124)</b>	(636,119)
Proceeds from sale/maturity of investments	<b>11,031,550</b>	6,566,858
Investments purchased	<b>(184,586)</b>	(365,114)
Receivable for securities sold	<b>4,054</b>	156,910
Accrued expenses	<b>(10,496)</b>	(4,347)
Payable for securities purchased	<b>1,006</b>	—
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>9,347,657</b>	4,865,330
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	<b>1,496,500</b>	1,789,818
Amounts paid on withdrawals	<b>(10,839,380)</b>	(6,608,490)
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>(9,342,880)</b>	(4,818,672)
Increase (decrease) in cash/ bank overdraft	<b>4,777</b>	46,658
Cash (bank overdraft), beginning of period	<b>(3,870)</b>	(50,528)
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>907</b>	(3,870)

The accompanying Notes are an integral part of these financial statements

## DFS GIF – GROWTH – FRANKLIN QUOTENTIAL (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.1
Franklin Quotential Growth Portfolio, Series O	3,058,833	24,849,753	44,612,472		
<b>Total Investments</b>		<b>24,849,753</b>	<b>44,612,472</b>		
<b>Other Net Assets</b>			(46,404)		(0.1)
<b>Net Assets</b>			<b>44,566,068</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Franklin FTSE U.S. Index ETF	10.1%
Franklin U.S. Core Equity Fund	9.9%
Franklin FTSE Canada All Cap Index ETF	9.7%
Franklin Bissett Canadian Equity Fund	8.5%
Franklin International Core Equity Fund	6.5%
Franklin U.S. Rising Dividends Fund	6.3%
Franklin Canadian Core Equity Fund	5.5%
Franklin Bissett Core Plus Bond Fund	5.2%
SPDR Portfolio S&P 500 Value ETF	4.8%
Franklin ClearBridge U.S. Sustainability Leaders Fund	4.1%
Franklin U.S. Opportunities Fund	3.9%
Templeton Emerging Markets Fund	3.6%
Franklin FTSE Europe ex U.K. Index ETF	3.4%
Franklin Bissett Canadian Government Bond Fund	3.4%
iShares Core MSCI EAFE ETF	3.2%
Franklin ClearBridge Sustainable International Growth Fund	2.6%
Franklin Emerging Markets Core Equity Fund	2.4%
Franklin Liberty Global Aggregate Bond ETF	2.4%
Franklin Bissett Short Duration Bond Fund	1.7%
Franklin FTSE Japan Index ETF	1.3%
Franklin Brandywine Global Sustainable Income Optimiser Fund	0.9%
Cash and Cash Equivalents	0.4%
Templeton Global Bond Fund	0.2%



## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide a balance of capital growth and interest income by investing primarily in units of an individual underlying fund in order to gain the desired exposure to the equity and fixed-income markets

#### Strategy of the Fund

To emphasize investments in a diversified mix of equity underlying funds in order to increase the potential for capital appreciation over a longer investment horizon. The Fund also invests, to a lesser extent, in fixed-income underlying funds in order to provide income and capital preservation

The principal risk factors of this Fund are interest rate, foreign currency, credit, sovereign, market, special equities and derivatives risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	44,612	—	—	44,612
<b>TOTAL</b>	<b>44,612</b>	<b>—</b>	<b>—</b>	<b>44,612</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	48,244	—	—	48,244
<b>TOTAL</b>	<b>48,244</b>	<b>—</b>	<b>—</b>	<b>48,244</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – GROWTH – FRANKLIN QUOTENTIAL (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	%	\$	\$
FTSE Canada Universe Bond (14%)	1.00	61	66
Bloomberg Barclays Multiverse Hedged (6%)	1.00	26	N/A
Bloomberg Barclays Multiverse Bond (0%)	1.00	N/A	28
S&P/TSX (20%)	3.00	262	282
MSCI All Country World Net (60%)	3.00	785	847

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 3	<b>7.93</b>	7.05	6.57	5.84	6.35
Series 5	<b>8.39</b>	7.42	6.90	6.11	6.61
Series 6	<b>7.71</b>	6.80	6.30	5.56	6.00
Series 7	<b>8.00</b>	7.02	6.47	5.68	6.10
Series 8*	<b>6.55</b>	5.76	5.31	4.67	—
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 3	<b>1,596</b>	1,826	1,893	1,839	2,367
Series 5	<b>37,878</b>	41,475	42,962	42,781	50,922
Series 6	<b>2,744</b>	2,879	2,803	2,842	3,841
Series 7	<b>121</b>	123	114	243	74
Series 8*	<b>2,227</b>	1,780	1,579	1,100	—
<b>Number of units outstanding (000)</b>					
Series 3	<b>201</b>	259	288	315	373
Series 5	<b>4,517</b>	5,586	6,229	7,007	7,701
Series 6	<b>356</b>	423	445	511	640
Series 7	<b>15</b>	18	18	43	12
Series 8*	<b>340</b>	309	297	235	—
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 3	<b>3.56</b>	3.60	3.60	3.60	3.60
Series 5	<b>3.22</b>	3.22	3.22	3.22	3.22
Series 6	<b>2.83</b>	2.84	2.89	2.89	2.89
Series 7	<b>2.29</b>	2.34	2.40	2.46	2.45
Series 8*	<b>2.52</b>	2.50	2.55	2.59	—
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>5.26</b>	2.14	4.06	4.66	5.81

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – DIVIDEND INCOME – DESJARDINS\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Toronto-Dominion Bank	6.6%
Royal Bank of Canada	6.3%
Scotiabank	4.5%
Canadian Pacific Railway	3.1%
Enbridge	3.0%
Brookfield Asset Management	3.0%
Canadian Imperial Bank of Commerce	2.4%
Canadian Natural Resources	2.4%
Nutrien	2.3%
Canadian National Railway Company	2.2%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 3		Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,670	16.7%	11,717	17.2%	11,733	17.3%	11,802	18.0%	11,766	17.7%
Since Inception	11,600	6.7%	11,740	7.3%	11,780	7.5%	11,920	8.0%	11,860	7.8%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	44,606	—
Investments at fair value through profit or loss (FVTPL)	136,367,655	130,765,527
Premiums receivable	115,549	951
Receivable for securities sold	26,324	19,873
Interest, dividends and other receivables	—	68,937
	<u>136,554,134</u>	<u>130,855,288</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	—	16,825
Accrued expenses	298,367	294,119
Withdrawals payable	234,344	46,334
Payable for securities purchased	1,559	—
	<u>534,270</u>	<u>357,278</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b><u>136,019,864</u></b>	<b><u>130,498,010</u></b>
<b>NET ASSETS PER UNIT</b>		
Series 3	<u>5.80</u>	4.97
Series 5	<u>5.87</u>	5.01
Series 6	<u>5.89</u>	5.02
Series 7	<u>5.96</u>	5.05
Series 8	<u>5.93</u>	5.04

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	39,999	(1,001)
Distributions from underlying funds	4,129,799	4,044,612
Changes in fair value:		
Net realized gain (loss) on investments	1,760,648	(754,298)
Net unrealized gain (loss) on investments	18,629,436	(1,342,158)
	<u>24,559,882</u>	<u>1,947,155</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	3,281,700	3,250,607
Operating expenses	296,029	290,569
	<u>3,577,729</u>	<u>3,541,176</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b><u>20,982,153</u></b>	<b><u>(1,594,021)</u></b>
<b>DATA PER SERIES</b>		
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	<u>3,167,211</u>	(402,321)
- per unit	<u>0.83</u>	(0.09)
Average Number of Units	<u>3,826,536</u>	4,467,496
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	<u>15,411,241</u>	(1,091,014)
- per unit	<u>0.86</u>	(0.05)
Average Number of Units	<u>17,867,487</u>	20,410,281
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	<u>1,218,757</u>	(71,382)
- per unit	<u>0.89</u>	(0.04)
Average Number of Units	<u>1,375,694</u>	1,622,852
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	<u>63,781</u>	(17,597)
- per unit	<u>0.99</u>	(0.14)
Average Number of Units	<u>64,296</u>	127,894
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	<u>1,121,163</u>	(11,707)
- per unit	<u>0.89</u>	(0.01)
Average Number of Units	<u>1,258,670</u>	1,155,685

The accompanying Notes are an integral part of these financial statements

## DFS GIF – DIVIDEND INCOME – DESJARDINS (continued)

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>130,498,010</b>	148,719,423
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>20,982,153</b>	(1,594,021)
Premiums		
Series 3	530,303	396,357
Series 5	3,804,170	5,666,865
Series 6	810,196	873,079
Series 7	—	—
Series 8	2,323,657	911,006
	<b>7,468,326</b>	7,847,307
Withdrawals		
Series 3	(2,961,690)	(3,854,800)
Series 5	(16,672,674)	(18,022,593)
Series 6	(2,553,546)	(1,639,899)
Series 7	(256,494)	(185,084)
Series 8	(484,221)	(772,323)
	<b>(22,928,625)</b>	(24,474,699)
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>136,019,864</b>	130,498,010

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>20,982,153</b>	(1,594,021)
Adjustments for:		
Net realized (gain) loss	<b>(1,760,648)</b>	754,298
Net unrealized (gain) loss	<b>(18,629,436)</b>	1,342,158
Non-cash distribution from investments	<b>(4,129,799)</b>	(4,044,612)
Proceeds from sale/maturity of investments	<b>20,004,043</b>	20,673,026
Investments purchased	<b>(1,086,288)</b>	(794,598)
Receivable for securities sold	<b>(6,451)</b>	49,951
Interest, dividends and other receivables	<b>68,937</b>	(68,937)
Accrued expenses	<b>4,248</b>	(56,684)
Payable for securities purchased	<b>1,559</b>	—
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>15,448,318</b>	16,260,581
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	<b>7,353,728</b>	8,049,715
Amounts paid on withdrawals	<b>(22,740,615)</b>	(24,780,742)
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>(15,386,887)</b>	(16,731,027)
Increase (decrease) in cash/ bank overdraft	<b>61,431</b>	(470,446)
Cash (bank overdraft), beginning of period	<b>(16,825)</b>	453,621
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>44,606</b>	(16,825)
<b>SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Interest received	—	55
Interest paid	<b>184</b>	56

The accompanying Notes are an integral part of these financial statements

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.3
Desjardins Dividend Income Fund, I-Class	11,486,494	116,401,891	136,367,655		
<b>Total Investments</b>		<b>116,401,891</b>	<b>136,367,655</b>		
<b>Other Net Assets</b>			(347,791)		(0.3)
<b>Net Assets</b>			<b>136,019,864</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Toronto-Dominion Bank	6.6%
Royal Bank of Canada	6.3%
Scotiabank	4.5%
Canadian Pacific Railway	3.1%
Enbridge	3.0%
Brookfield Asset Management	3.0%
Canadian Imperial Bank of Commerce	2.4%
Canadian Natural Resources	2.4%
Nutrien	2.3%
Canadian National Railway Company	2.2%
TELUS Corporation	2.1%
Cash and Cash Equivalents	2.1%
Suncor Energy	2.0%
Brookfield Infrastructure Partners Limited Partnership	1.8%
Alimentation Couche-Tard	1.8%
Waste Connections	1.6%
Sun Life Financial	1.5%
Manulife Financial Corporation	1.5%
TC Energy	1.5%
Microsoft Corporation	1.5%
Loblaw Companies	1.3%
Dollarama	1.3%
Constellation Software	1.2%
WSP Global	1.2%
Agnico Eagle Mines	1.2%

## DFS GIF – DIVIDEND INCOME – DESJARDINS (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS****Objective of the Fund**

The objective of this Fund is to provide a high level of income, mostly in the form of dividends, and, to a lesser degree, long-term capital appreciation by investing primarily in Canadian and, to a lesser extent, foreign income-producing securities

**Strategy of the Fund**

The underlying fund invests in income-producing securities, which may include, but are not limited to, dividend-paying equity securities, government and corporate bonds, income trusts and other securities primarily of Canadian issuers

The principal risk factors of this Fund are market risk, interest rate risk, currency risk, and derivatives risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)****Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	136,368	—	—	136,368
<b>TOTAL</b>	<b>136,368</b>	<b>—</b>	<b>—</b>	<b>136,368</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	130,766	—	—	130,766
<b>TOTAL</b>	<b>130,766</b>	<b>—</b>	<b>—</b>	<b>130,766</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)****Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks. Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings



## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's best estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, with all other variables held constant, is as follows:

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	<b>%</b>	<b>\$</b>	<b>\$</b>
FTSE Canada Universe Bond (17.5%)	1.00	238	228
S&P/TSX Preferred Share (10%)	3.00	408	391
S&P/TSX Dividend (72.5%)	3.00	2,958	2,838

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – DIVIDEND INCOME – DESJARDINS (continued)

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past three periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019*
<b>Net Assets and Net Asset Value Per Unit (\$)</b>			
Series 3	<b>5.80</b>	4.97	5.02
Series 5	<b>5.87</b>	5.01	5.03
Series 6	<b>5.89</b>	5.02	5.03
Series 7	<b>5.96</b>	5.05	5.04
Series 8	<b>5.93</b>	5.04	5.04
<b>Ratios and Supplemental Data</b>			
Net Asset Value (\$000's)			
Series 3	<b>20,970</b>	20,235	24,095
Series 5	<b>98,645</b>	96,102	109,549
Series 6	<b>7,284</b>	7,809	8,647
Series 7	<b>374</b>	567	770
Series 8	<b>8,746</b>	5,786	5,659
Number of units outstanding (000)			
Series 3	<b>3,618</b>	4,070	4,803
Series 5	<b>16,813</b>	19,181	21,770
Series 6	<b>1,236</b>	1,556	1,718
Series 7	<b>63</b>	112	153
Series 8	<b>1,475</b>	1,149	1,123
Management expense ratio (MER) <sup>1</sup> (%)			
Series 3	<b>3.10</b>	3.11	3.11
Series 5	<b>2.66</b>	2.65	2.66
Series 6	<b>2.40</b>	2.39	2.55
Series 7	<b>1.91</b>	1.87	2.04
Series 8	<b>2.08</b>	2.09	2.24
Portfolio turnover rate <sup>2</sup> (%)	<b>3.92</b>	3.68	7.76

\* Beginning of operations in October 2019.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – CANADIAN DIVIDEND – NEI\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Toronto-Dominion Bank	5.5%
Royal Bank of Canada	5.0%
Power Corporation of Canada	3.9%
Cash and Cash Equivalents	3.7%
Hydro One	3.5%
Canadian Imperial Bank of Commerce	3.1%
Scotiabank	3.0%
BCE	2.8%
Rogers Communications	2.8%
Alimentation Couche-Tard	2.6%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	12,753	27.5%	12,813	28.1%	12,875	28.8%	12,832	28.3%
3 Years	13,497	10.5%	13,610	10.8%	13,814	11.4%	13,729	11.1%
5 Years	12,478	4.5%	12,623	4.8%	12,946	5.3%	—	—
Since Inception	20,380	8.0%	15,760	6.0%	16,300	6.4%	12,960	7.3%

\* This Fund is composed of units of the corresponding underlying investment funds.

## DFS GIF – CANADIAN DIVIDEND – NEI (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	59,217	60,747
Investments at fair value through profit or loss (FVTPL)	25,048,355	19,409,779
Premiums receivable	96,993	809
	<u>25,204,565</u>	<u>19,471,335</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	56,315	45,539
Withdrawals payable	161,651	17,512
Payable for securities purchased	5,000	2,437
	<u>222,966</u>	<u>65,488</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>24,981,599</b></u>	<u>19,405,847</u>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>10.19</u>	7.99
Series 6	<u>7.88</u>	6.15
Series 7	<u>8.15</u>	6.33
Series 8	<u>6.48</u>	5.05

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	—	167
Distributions from underlying funds	596,618	835,977
Changes in fair value:		
Net realized gain (loss) on investments	205,098	(521,661)
Net unrealized gain (loss) on investments	5,268,296	(1,820,083)
	<u>6,070,012</u>	<u>(1,505,600)</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	565,809	488,367
Operating expenses	70,137	60,071
	<u>635,946</u>	<u>548,438</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>5,434,066</b></u>	<u>(2,054,038)</u>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	2,544,061	(1,297,036)
- per unit	2.24	(0.98)
Average Number of Units	1,138,185	1,326,299
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	1,276,517	(357,745)
- per unit	1.74	(0.48)
Average Number of Units	732,537	739,439
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	70,105	(27,321)
- per unit	1.93	(0.56)
Average Number of Units	36,347	48,449
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	1,543,383	(371,936)
- per unit	1.39	(0.39)
Average Number of Units	1,112,705	956,486

The accompanying Notes are an integral part of these financial statements

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>19,405,847</u>	23,220,945
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>5,434,066</u>	(2,054,038)
Premiums		
Series 5	802,004	400,896
Series 6	1,635,170	1,441,790
Series 7	14,740	6,411
Series 8	<u>2,054,500</u>	<u>1,254,286</u>
	<u>4,506,414</u>	3,103,383
Withdrawals		
Series 5	(1,729,420)	(2,582,805)
Series 6	(1,961,273)	(1,214,207)
Series 7	(98,754)	(32,802)
Series 8	<u>(575,281)</u>	<u>(1,034,629)</u>
	<u>(4,364,728)</u>	(4,864,443)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>24,981,599</u>	19,405,847

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	5,434,066	(2,054,038)
Adjustments for:		
Net realized (gain) loss	(205,098)	521,661
Net unrealized (gain) loss	(5,268,296)	1,820,083
Non-cash distribution from investments	(596,618)	(835,977)
Proceeds from sale/maturity of investments	2,149,405	3,727,579
Investments purchased	(1,717,969)	(1,418,647)
Receivable for securities sold	—	3,684
Accrued expenses	10,776	(10,354)
Payable for securities purchased	<u>2,563</u>	<u>967</u>
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>(191,171)</u>	1,754,958
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	4,410,230	3,104,045
Amounts paid on withdrawals	(4,220,589)	(4,853,322)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>189,641</u>	<u>(1,749,277)</u>
Increase (decrease) in cash/ bank overdraft	(1,530)	5,681
Cash (bank overdraft), beginning of period	<u>60,747</u>	55,066
CASH (BANK OVERDRAFT), END OF PERIOD	<u>59,217</u>	60,747
SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Interest received	—	160

The accompanying Notes are an integral part of these financial statements

## DFS GIF – CANADIAN DIVIDEND – NEI (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
Investment Funds					100.3
NEI Canadian Dividend Fund, Series I	1,294,368	20,707,470	25,048,355		
Total Investments		<u>20,707,470</u>	<u>25,048,355</u>		
Other Net Assets			(66,756)		(0.3)
Net Assets			<u>24,981,599</u>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Toronto-Dominion Bank	5.5%
Royal Bank of Canada	5.0%
Power Corporation of Canada	3.9%
Cash and Cash Equivalents	3.7%
Hydro One	3.5%
Canadian Imperial Bank of Commerce	3.1%
Scotiabank	3.0%
BCE	2.8%
Rogers Communications	2.8%
Alimentation Couche-Tard	2.6%
Metro	2.6%
Nutrien	2.6%
Shaw Communications	2.4%
Empire Company	2.4%
Canadian Tire Corporation	2.4%
Allied Properties Real Estate Investment Trust	2.1%
Intact Financial Corporation	2.1%
Pembina Pipeline Corporation	2.1%
Quebecor	2.1%
Magna International	2.0%
TELUS Corporation	2.0%
Enbridge	1.9%
Canadian National Railway Company	1.8%
Brookfield Asset Management	1.7%
Manulife Financial Corporation	1.6%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To achieve a balance between high dividend income and capital growth by investing mainly in a diversified portfolio of blue chip Canadian common stocks and, to a lesser extent, in high-yield preferred stocks and interest bearing securities

#### Strategy of the Fund

The Fund focuses primarily on high quality, undervalued common stocks. The Fund's selections seek to give preference to capital preservation and capital growth, while providing a high, regular level of income over a full market cycle

The principal risk factors of this Fund are foreign currency risk, market risk, and interest rate risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	25,048	—	—	25,048
<b>TOTAL</b>	<b>25,048</b>	<b>—</b>	<b>—</b>	<b>25,048</b>

  

December 31, 2020	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	19,410	—	—	19,410
<b>TOTAL</b>	<b>19,410</b>	<b>—</b>	<b>—</b>	<b>19,410</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – CANADIAN DIVIDEND – NEI (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	%	\$	\$
MSCI World Net (20%)	3.00	147	110
S&P/TSX (80%)	3.00	590	440

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"



## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 5	<b>10.19</b>	7.99	8.73	7.55	8.35
Series 6	<b>7.88</b>	6.15	6.71	5.79	6.40
Series 7	<b>8.15</b>	6.33	6.87	5.90	6.48
Series 8*	<b>6.48</b>	5.05	5.49	4.72	—
<b>Ratios and Supplemental Data</b>					
Net Asset Value (\$000's)					
Series 5	<b>11,189</b>	9,573	13,052	14,087	18,701
Series 6	<b>5,587</b>	4,637	4,767	4,137	5,375
Series 7	<b>276</b>	290	344	577	296
Series 8*	<b>7,929</b>	4,906	5,058	2,792	—
Number of units outstanding (000)					
Series 5	<b>1,098</b>	1,198	1,495	1,867	2,240
Series 6	<b>709</b>	753	710	714	840
Series 7	<b>34</b>	46	50	98	46
Series 8*	<b>1,223</b>	972	922	592	—
Management expense ratio (MER) <sup>1</sup> (%)					
Series 5	<b>3.06</b>	3.06	3.07	3.07	3.07
Series 6	<b>2.71</b>	2.71	2.87	2.87	2.88
Series 7	<b>2.19</b>	2.18	2.36	2.39	2.39
Series 8*	<b>2.40</b>	2.39	2.56	2.53	—
Portfolio turnover rate <sup>2</sup> (%)					
	<b>9.50</b>	11.80	14.62	16.91	10.24

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – CANADIAN EQUITY – DESJARDINS\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading “Strategy in using Financial Instruments”

For a detailed description of each Fund’s investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Royal Bank of Canada	7.7%
Toronto-Dominion Bank	7.4%
Shopify	6.2%
Scotiabank	4.7%
Canadian Pacific Railway	4.2%
Brookfield Asset Management	3.8%
Bank of Montreal	3.8%
iShares S&P/TSX Global Gold Index ETF	3.3%
Canadian National Railway Company	2.6%
Enbridge	2.5%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 1		Series 3		Series 5		Series 6		Series 7	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,585	15.9%	11,644	16.4%	11,722	17.2%	11,761	17.6%	11,797	18.0%
Since Inception	11,840	16.2%	11,900	16.8%	11,980	17.5%	12,020	17.8%	12,080	18.3%

	Series 8		Series IGP	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,800	18.0%	11,868	18.7%
Since Inception	12,060	18.2%	12,200	19.4%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	336	80,338
Investments at fair value through profit or loss (FVTPL)	<u>1,284,337</u>	702,984
	<u>1,284,673</u>	<u>783,322</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	2,783	2,579
Withdrawals payable	<u>418</u>	—
	<u>3,201</u>	<u>2,579</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>1,281,472</b></u>	<u>780,743</u>
<b>NET ASSETS PER UNIT</b>		
Series 1	<u>5.92</u>	5.11
Series 3	<u>5.95</u>	5.11
Series 5	<u>5.99</u>	5.11
Series 6	<u>6.01</u>	5.11
Series 7	<u>6.04</u>	5.12
Series 8	<u>6.03</u>	5.11
Series IGP	<u>6.10</u>	5.14

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020*
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	790	(786)
Non-cash distribution from investments	170,506	32,119
Changes in fair value:		
Net realized gain (loss) on investments	2,623	(895)
Net unrealized gain (loss) on investments	<u>12,683</u>	<u>(17,524)</u>
	<u>186,602</u>	<u>12,914</u>
<b>EXPENSES</b>		
Management fees and Operating expenses	25,892	1,952
	<u>2,722</u>	203
	<u>28,614</u>	<u>2,155</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>157,988</b></u>	<u>10,759</u>
<b>DATA PER SERIES</b>		
<b>SERIES 1</b>		
Increase (Decrease) in Net Assets from Operations	19,713	1,521
- per unit	<u>0.81</u>	0.09
Average Number of Units	<u>24,465</u>	17,226
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	18,875	1,573
- per unit	<u>0.84</u>	0.09
Average Number of Units	<u>22,461</u>	17,153
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	19,869	1,637
- per unit	<u>0.85</u>	0.10
Average Number of Units	<u>23,298</u>	17,153
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	25,014	1,675
- per unit	<u>0.89</u>	0.10
Average Number of Units	<u>28,226</u>	17,153
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	20,273	1,731
- per unit	<u>0.93</u>	0.10
Average Number of Units	<u>21,818</u>	17,153
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	33,515	1,713
- per unit	<u>0.79</u>	0.10
Average Number of Units	<u>42,196</u>	17,153
<b>SERIES IGP</b>		
Increase (Decrease) in Net Assets from Operations	20,729	909
- per unit	<u>0.96</u>	0.05
Average Number of Units	<u>21,543</u>	16,986

The accompanying Notes are an integral part of these financial statements

\* Beginning of operations in November 2020.

## DFS GIF – CANADIAN EQUITY – DESJARDINS (continued)

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>780,743</u>	—
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>157,988</u>	10,759
Premiums		
Series 1	29,320	110,763
Series 3	4,000	109,873
Series 5	29,541	109,871
Series 6	97,745	109,873
Series 7	—	109,870
Series 8	280,613	109,873
Series IGP	—	109,861
	<u>441,219</u>	769,984
Withdrawals		
Series 1	—	—
Series 3	—	—
Series 5	(12)	—
Series 6	(64,442)	—
Series 7	—	—
Series 8	(34,024)	—
Series IGP	—	—
	<u>(98,478)</u>	—
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>1,281,472</u>	780,743

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	157,988	10,759
Adjustments for:		
Net realized (gain) loss	(2,623)	895
Net unrealized (gain) loss	(12,683)	17,524
Non-cash distribution from investments	(170,506)	(32,119)
Proceeds from sale/maturity of investments	29,984	30,362
Investments purchased	(425,525)	(719,646)
Accrued expenses	204	2,579
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>(423,161)</u>	(689,646)
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	441,219	769,984
Amounts paid on withdrawals	(98,060)	—
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>343,159</u>	769,984
Increase (decrease) in cash/ bank overdraft	(80,002)	80,338
Cash (bank overdraft), beginning of period	80,338	—
CASH (BANK OVERDRAFT), END OF PERIOD	<u>336</u>	80,338

The accompanying Notes are an integral part of these financial statements

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.2
Desjardins Canadian Equity Fund, I-Class	120,833	1,289,178	1,284,337		
<b>Total Investments</b>		<b>1,289,178</b>	<b>1,284,337</b>		
<b>Other Net Assets</b>			(2,865)		(0.2)
<b>Net Assets</b>			<b>1,281,472</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Royal Bank of Canada	7.7%
Toronto-Dominion Bank	7.4%
Shopify	6.2%
Scotiabank	4.7%
Canadian Pacific Railway	4.2%
Brookfield Asset Management	3.8%
Bank of Montreal	3.8%
iShares S&P/TSX Global Gold Index ETF	3.3%
Canadian National Railway Company	2.6%
Enbridge	2.5%
TELUS Corporation	2.3%
Nutrien	2.3%
Alimentation Couche-Tard	2.2%
Constellation Software	2.1%
Canadian Natural Resources	2.0%
Waste Connections	1.8%
Suncor Energy	1.7%
Kirkland Lake Gold	1.7%
TC Energy	1.7%
Rogers Communications	1.7%
Dollarama	1.5%
WSP Global	1.5%
Canadian Apartment Properties Real Estate Investment Trust	1.5%
Loblaw Companies	1.4%
TFI International	1.4%

## DFS GIF – CANADIAN EQUITY – DESJARDINS (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS****Objective of the Fund**

To provide long-term capital appreciation. The Fund invests primarily in equity securities of large-cap Canadian corporations

**Strategy of the Fund**

The manager uses a disciplined investment process that relies on fundamental, quantitative and trend analyses of issuers. The manager will consider, among other things, the corporations' financial health, valuation and growth perspectives, as well as the quality of their management team

The principal risk factor of this Fund is market risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)****Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	1,284	—	—	1,284
<b>TOTAL</b>	<b>1,284</b>	<b>—</b>	<b>—</b>	<b>1,284</b>
December 31, 2020	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	703	—	—	703
<b>TOTAL</b>	<b>703</b>	<b>—</b>	<b>—</b>	<b>703</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)****Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's best estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, with all other variables held constant, is as follows:

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
Benchmarks	%	\$	\$
S&P/TSX	3.00	38	23

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – CANADIAN EQUITY – DESJARDINS (continued)

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past two periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020*
<b>Net Assets and Net Asset Value Per Unit (\$)</b>		
Series 1	<b>5.92</b>	5,11
Series 3	<b>5.95</b>	5,11
Series 5	<b>5.99</b>	5,11
Series 6	<b>6.01</b>	5,11
Series 7	<b>6.04</b>	5,12
Series 8	<b>6.03</b>	5,11
Series IGP	<b>6.10</b>	5,14
<b>Ratios and Supplemental Data</b>		
<b>Net Asset Value (\$000's)</b>		
Series 1	<b>161</b>	112
Series 3	<b>134</b>	111
Series 5	<b>161</b>	112
Series 6	<b>170</b>	112
Series 7	<b>132</b>	112
Series 8	<b>392</b>	112
Series IGP	<b>131</b>	111
<b>Number of units outstanding (000)</b>		
Series 1	<b>27</b>	22
Series 3	<b>23</b>	22
Series 5	<b>27</b>	22
Series 6	<b>28</b>	22
Series 7	<b>22</b>	22
Series 8	<b>65</b>	22
Series IGP	<b>22</b>	22
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>		
Series 1	<b>3.90</b>	3,91
Series 3	<b>3.51</b>	3,51
Series 5	<b>2.88</b>	2,93
Series 6	<b>2.57</b>	2,59
Series 7	<b>2.07</b>	2,07
Series 8	<b>2.20</b>	2,24
Series IGP	<b>2.30</b>	2,30
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>3.13</b>	5,10

\* Beginning of operations in November 2020.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.



## DFS GIF – CANADIAN EQUITY – JARISLOWSKY FRASER\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Canadian National Railway Company	7.1%
Jarislowsky Fraser Special Equity Pooled Fund	7.0%
Brookfield Asset Management	6.8%
Scotiabank	6.1%
Nutrien	4.3%
Shopify	4.2%
Alimentation Couche-Tard	3.9%
Thomson Reuters Corporation	3.8%
WSP Global	3.7%
Open Text Corporation	3.6%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 3		Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	12,042	20.4%	12,122	21.2%	12,154	21.5%	12,209	22.1%	12,191	21.9%
3 Years	14,168	12.3%	14,455	13.1%	14,503	13.2%	14,713	13.7%	14,665	13.6%
5 Years	13,152	5.6%	13,602	6.3%	13,678	6.5%	14,000	7.0%	—	—
10 Years	19,514	6.9%	20,810	7.6%	—	—	—	—	—	—
Since Inception	19,580	4.3%	18,234	4.3%	15,460	7.3%	15,920	7.8%	14,020	9.6%

\* This Fund is composed of units of the corresponding underlying investment funds.

## DFS GIF – CANADIAN EQUITY – JARISLOWSKY FRASER (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	6,667	—
Investments at fair value through profit or loss (FVTPL)	115,256,662	107,185,124
Premiums receivable	6,628	232
Interest, dividends and other receivables	72,138	17,907
	<u>115,342,095</u>	<u>107,203,263</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	—	54,686
Accrued expenses	270,217	260,639
Withdrawals payable	57,032	59,561
	<u>327,249</u>	<u>374,886</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>115,014,846</b></u>	<u>106,828,377</u>
<b>NET ASSETS PER UNIT</b>		
Series 3	<u>9.79</u>	8.13
Series 5	<u>10.74</u>	8.86
Series 6	<u>7.73</u>	6.36
Series 7	<u>7.96</u>	6.52
Series 8	<u>7.01</u>	5.75

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	54,214	18,070
Distributions from underlying funds	13,563,446	5,011,310
Changes in fair value:		
Net realized gain (loss) on investments	2,862,494	110,713
Net unrealized gain (loss) on investments	8,418,823	(1,023,931)
	<u>24,898,977</u>	<u>4,116,162</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	2,426,972	2,182,059
Operating expenses	889,645	795,342
	<u>3,316,617</u>	<u>2,977,401</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>21,582,360</b></u>	<u>1,138,761</u>
<b>DATA PER SERIES</b>		
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	404,881	(1,415)
- per unit	1.66	(0.01)
Average Number of Units	243,940	263,975
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	20,646,025	1,145,298
- per unit	1.91	0.09
Average Number of Units	10,794,695	12,084,251
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	280,918	13,863
- per unit	1.37	0.06
Average Number of Units	205,567	224,501
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	101,217	4,725
- per unit	1.44	0.05
Average Number of Units	70,108	88,998
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	149,319	(23,710)
- per unit	1.21	(0.21)
Average Number of Units	123,804	114,817

The accompanying Notes are an integral part of these financial statements

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<b>106,828,377</b>	116,432,403
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>21,582,360</b>	1,138,761
Premiums		
Series 3	<b>147,006</b>	86,072
Series 5	<b>3,410,474</b>	4,194,014
Series 6	<b>349,051</b>	181,857
Series 7	—	1,080
Series 8	<b>285,027</b>	209,950
	<b>4,191,558</b>	4,672,973
Withdrawals		
Series 3	<b>(308,916)</b>	(383,037)
Series 5	<b>(16,804,782)</b>	(14,406,579)
Series 6	<b>(395,461)</b>	(257,564)
Series 7	<b>(49,741)</b>	(117,749)
Series 8	<b>(28,549)</b>	(250,831)
	<b>(17,587,449)</b>	(15,415,760)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<b>115,014,846</b>	106,828,377

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>21,582,360</b>	1,138,761
Adjustments for:		
Net realized (gain) loss	<b>(2,862,494)</b>	(110,713)
Net unrealized (gain) loss	<b>(8,418,823)</b>	1,023,931
Non-cash distribution from investments	<b>(13,563,446)</b>	(5,011,310)
Proceeds from sale/maturity of investments	<b>17,120,890</b>	14,092,638
Investments purchased	<b>(347,665)</b>	(273,829)
Interest, dividends and other receivables	<b>(54,231)</b>	25,142
Accrued expenses	<b>9,578</b>	(23,787)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<b>13,466,169</b>	10,860,833
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	<b>4,185,162</b>	4,673,018
Amounts paid on withdrawals	<b>(17,589,978)</b>	(15,538,494)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<b>(13,404,816)</b>	(10,865,476)
Increase (decrease) in cash/ bank overdraft	<b>61,353</b>	(4,643)
Cash (bank overdraft), beginning of period	<b>(54,686)</b>	(50,043)
CASH (BANK OVERDRAFT), END OF PERIOD	<b>6,667</b>	(54,686)
SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Interest received	—	66
Interest paid	<b>18</b>	46

The accompanying Notes are an integral part of these financial statements

## DFS GIF – CANADIAN EQUITY – JARISLOWSKY FRASER (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.2
Jarislowsky Fraser Canadian Equity Fund	3,198,030	100,327,439	115,256,662		
<b>Total Investments</b>		<b>100,327,439</b>	<b>115,256,662</b>		
<b>Other Net Assets</b>			(241,816)		(0.2)
<b>Net Assets</b>			<b>115,014,846</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Canadian National Railway Company	7.1%
Jarislowsky Fraser Special Equity Pooled Fund	7.0%
Brookfield Asset Management	6.8%
Scotiabank	6.1%
Nutrien	4.3%
Shopify	4.2%
Alimentation Couche-Tard	3.9%
Thomson Reuters Corporation	3.8%
WSP Global	3.7%
Open Text Corporation	3.6%
Manulife Financial Corporation	3.6%
Restaurant Brands International	3.5%
CCL Industries	3.4%
CGI Group	3.4%
Gildan Activewear	3.3%
Magna International	3.1%
Stantec	3.0%
SNC-Lavalin Group	2.7%
Intact Financial Corporation	2.7%
Metro	2.0%
Franco-Nevada Corporation	1.9%
National Bank of Canada	1.9%
CAE	1.9%
Kinaxis	1.6%
iA Financial Corporation	1.6%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To achieve long-term capital appreciation while continuing to emphasize the preservation of capital by investing primarily in large cap Canadian equity securities

#### Strategy of the Fund

To invest primarily in Canadian equity securities in areas of the Canadian economy where superior rates of growth are expected.

The principal risk factor of this Fund is market risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	—	115,257	—	115,257
<b>TOTAL</b>	<b>—</b>	<b>115,257</b>	<b>—</b>	<b>115,257</b>

  

December 31, 2020	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	—	107,185	—	107,185
<b>TOTAL</b>	<b>—</b>	<b>107,185</b>	<b>—</b>	<b>107,185</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – CANADIAN EQUITY – JARISLOWSKY FRASER (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

Benchmarks	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
	%	\$	\$
S&P/TSX	3.00	3,389	3,081

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 3	<b>9.79</b>	8.13	8.04	6.91	7.65
Series 5	<b>10.74</b>	8.86	8.70	7.43	8.16
Series 6	<b>7.73</b>	6.36	6.24	5.33	5.85
Series 7	<b>7.96</b>	6.52	6.37	5.41	5.91
Series 8*	<b>7.01</b>	5.75	5.63	4.78	—
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 3	<b>2,260</b>	2,017	2,316	2,630	3,416
Series 5	<b>109,616</b>	102,365	111,432	108,241	140,959
Series 6	<b>1,593</b>	1,358	1,420	1,351	1,812
Series 7	<b>549</b>	498	610	846	501
Series 8*	<b>997</b>	591	655	536	—
<b>Number of units outstanding (000)</b>					
Series 3	<b>231</b>	248	288	380	447
Series 5	<b>10,210</b>	11,558	12,805	14,565	17,265
Series 6	<b>206</b>	214	227	254	310
Series 7	<b>69</b>	76	96	156	85
Series 8*	<b>142</b>	103	116	112	—
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 3	<b>3.59</b>	3.59	3.60	3.60	3.60
Series 5	<b>2.92</b>	2.92	2.92	2.92	2.92
Series 6	<b>2.66</b>	2.68	2.84	2.82	2.82
Series 7	<b>2.22</b>	2.21	2.37	2.33	2.41
Series 8*	<b>2.35</b>	2.33	2.50	2.53	—
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>12.32</b>	5.18	5.78	8.55	6.96

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – CANADIAN EQUITY – FIDELITY TRUE NORTH®\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading “Strategy in using Financial Instruments”

For a detailed description of each Fund’s investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Royal Bank of Canada	8.2%
Toronto-Dominion Bank	4.8%
Brookfield Asset Management	3.8%
Canadian Pacific Railway	3.8%
CGI Group	3.6%
Dollarama	3.2%
Shopify	2.9%
Canadian National Railway Company	2.8%
Suncor Energy	2.8%
Thomson Reuters Corporation	2.7%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 3		Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	12,158	21.6%	12,201	22.0%	12,244	22.4%	12,299	23.0%	12,283	22.8%
3 Years	15,278	15.2%	15,437	15.6%	15,563	15.9%	15,780	16.4%	15,688	16.2%
5 Years	14,821	8.2%	15,089	8.6%	15,247	8.8%	15,634	9.3%	—	—
10 Years	22,608	8.5%	23,447	8.9%	—	—	—	—	—	—
Since Inception	31,320	9.1%	32,820	9.5%	17,680	7.5%	18,400	8.1%	15,280	12.2%

\* This Fund is composed of units of the corresponding underlying investment funds.

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# DFS GIF – CANADIAN EQUITY – FIDELITY TRUE NORTH® (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	8,673	—
Investments at fair value through profit or loss (FVTPL)	49,271,475	38,414,561
Premiums receivable	114,803	14,827
Receivable for securities sold	—	17,265
	<u>49,394,951</u>	<u>38,446,653</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	—	16,974
Accrued expenses	117,523	93,943
Withdrawals payable	163,542	19,111
Payable for securities purchased	25,383	14,194
	<u>306,448</u>	<u>144,222</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>49,088,503</b></u>	<u>38,302,431</u>
<b>NET ASSETS PER UNIT</b>		
Series 3	<u>15.66</u>	12.88
Series 5	<u>16.41</u>	13.45
Series 6	<u>8.84</u>	7.22
Series 7	<u>9.20</u>	7.48
Series 8	<u>7.64</u>	6.22

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	2,979,368	2,961,978
Changes in fair value:		
Net realized gain (loss) on investments	1,377,255	1,052,031
Net unrealized gain (loss) on investments	5,626,281	396,578
	<u>9,982,904</u>	<u>4,410,587</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	1,123,820	932,906
Operating expenses	179,923	152,924
	<u>1,303,743</u>	<u>1,085,830</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>8,679,161</b></u>	<u>3,324,757</u>
<b>DATA PER SERIES</b>		
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	270,685	95,978
- per unit	2.75	1.04
Average Number of Units	98,506	92,333
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	3,443,373	1,424,334
- per unit	3.00	1.09
Average Number of Units	1,146,746	1,301,348
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	2,518,505	982,292
- per unit	1.63	0.61
Average Number of Units	1,543,696	1,599,060
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	205,678	86,907
- per unit	1.73	0.67
Average Number of Units	119,027	129,467
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	2,240,920	735,246
- per unit	1.37	0.57
Average Number of Units	1,634,760	1,295,214

The accompanying Notes are an integral part of these financial statements

## DFS GIF – CANADIAN EQUITY – FIDELITY TRUE NORTH® (continued)

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>38,302,431</u>	36,624,706
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>8,679,161</u>	3,324,757
Premiums		
Series 3	202,772	235,117
Series 5	1,649,548	1,429,360
Series 6	4,690,147	2,618,296
Series 7	12,055	46,296
Series 8	5,629,980	2,289,165
	<u>12,184,502</u>	6,618,234
Withdrawals		
Series 3	(89,042)	(189,022)
Series 5	(3,872,735)	(3,362,984)
Series 6	(4,681,087)	(2,985,333)
Series 7	(47,464)	(109,481)
Series 8	(1,387,263)	(1,618,446)
	<u>(10,077,591)</u>	(8,265,266)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>49,088,503</u>	38,302,431

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	8,679,161	3,324,757
Adjustments for:		
Net realized (gain) loss	(1,377,255)	(1,052,031)
Net unrealized (gain) loss	(5,626,281)	(396,578)
Non-cash distribution from investments	(2,979,368)	(2,961,978)
Proceeds from sale/maturity of investments	5,034,619	5,504,006
Investments purchased	(5,908,629)	(2,781,355)
Receivable for securities sold	17,265	(17,265)
Accrued expenses	23,580	731
Payable for securities purchased	11,189	(19,415)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>(2,125,719)</u>	1,600,872
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	12,084,526	6,698,217
Amounts paid on withdrawals	(9,933,160)	(8,347,727)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>2,151,366</u>	(1,649,510)
Increase (decrease) in cash/ bank overdraft	25,647	(48,638)
Cash (bank overdraft), beginning of period	(16,974)	31,664
CASH (BANK OVERDRAFT), END OF PERIOD	<u>8,673</u>	(16,974)

The accompanying Notes are an integral part of these financial statements

# DFS GIF – CANADIAN EQUITY – FIDELITY TRUE NORTH® (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
Investment Funds					100.4
Fidelity True North® Fund, Series O	765,305	36,396,911	49,271,475		
<b>Total Investments</b>		<b>36,396,911</b>	<b>49,271,475</b>		
<b>Other Net Assets</b>			(182,972)		(0.4)
<b>Net Assets</b>			<b>49,088,503</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Royal Bank of Canada	8.2%
Toronto-Dominion Bank	4.8%
Brookfield Asset Management	3.8%
Canadian Pacific Railway	3.8%
CGI Group	3.6%
Dollarama	3.2%
Shopify	2.9%
Canadian National Railway Company	2.8%
Suncor Energy	2.8%
Thomson Reuters Corporation	2.7%
Alimentation Couche-Tard	2.6%
Constellation Software	2.5%
Power Corporation of Canada	2.4%
Fidelity Canadian Money Market Fund	2.4%
Nutrien	2.4%
Canadian Natural Resources	2.2%
Canadian Imperial Bank of Commerce	2.2%
Intact Financial Corporation	1.9%
Rogers Communications	1.7%
Sun Life Financial	1.7%
Franco-Nevada Corporation	1.6%
TC Energy	1.6%
Metro	1.6%
Microsoft Corporation	1.5%
TMX Group	1.4%

## DFS GIF – CANADIAN EQUITY – FIDELITY TRUE NORTH® (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS****Objective of the Fund**

To achieve strong long-term capital growth by investing primarily in equity securities of Canadian companies that have a history of strong capital growth over the long-term. The fundamental investment of this Fund is to achieve long-term capital appreciation while still emphasizing the preservation of capital by investing primarily in Canadian equity securities

**Strategy of the Fund**

To invest primarily in small, medium and large Canadian companies. The Fund may also invest in a limited portion of foreign securities. The Fund may also use, to a lesser degree, derivatives such as options, futures, forward contracts and swaps to protect against losses caused by changes in stock prices or exchange rates

The principal risk factors of this Fund are special equities risk, derivatives risk, market risk, interest rate risk, foreign currency risk and credit risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)****Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	49,271	—	—	49,271
<b>TOTAL</b>	<b>49,271</b>	<b>—</b>	<b>—</b>	<b>49,271</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	38,415	—	—	38,415
<b>TOTAL</b>	<b>38,415</b>	<b>—</b>	<b>—</b>	<b>38,415</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)****Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
Benchmarks	%	\$	\$
S&P/TSX Capped	3.00	1,139	872

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – CANADIAN EQUITY – FIDELITY TRUE NORTH® (continued)

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 3	<b>15.66</b>	12.88	11.86	10.25	10.93
Series 5	<b>16.41</b>	13.45	12.34	10.63	11.30
Series 6	<b>8.84</b>	7.22	6.61	5.68	6.03
Series 7	<b>9.20</b>	7.48	6.82	5.83	6.16
Series 8*	<b>7.64</b>	6.22	5.68	4.87	—
<b>Ratios and Supplemental Data</b>					
Net Asset Value (\$000's)					
Series 3	<b>1,587</b>	1,203	1,061	1,075	1,329
Series 5	<b>17,806</b>	16,586	17,095	16,522	20,479
Series 6	<b>13,696</b>	11,169	10,554	9,112	13,638
Series 7	<b>1,086</b>	916	892	989	1,169
Series 8*	<b>14,913</b>	8,430	7,024	4,905	—
Number of units outstanding (000)					
Series 3	<b>101</b>	93	89	105	122
Series 5	<b>1,085</b>	1,233	1,385	1,555	1,813
Series 6	<b>1,550</b>	1,547	1,596	1,603	2,261
Series 7	<b>118</b>	122	131	170	190
Series 8*	<b>1,953</b>	1,355	1,237	1,008	—
Management expense ratio (MER) <sup>1</sup> (%)					
Series 3	<b>3.56</b>	3.57	3.57	3.58	3.57
Series 5	<b>3.21</b>	3.21	3.21	3.21	3.20
Series 6	<b>2.93</b>	2.93	3.03	3.04	3.03
Series 7	<b>2.41</b>	2.41	2.53	2.55	2.48
Series 8*	<b>2.61</b>	2.61	2.72	2.70	—
Portfolio turnover rate <sup>2</sup> (%)	<b>11.51</b>	15.42	11.35	12.64	12.75

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – CANADIAN EQUITY – FRANKLIN BISSETT\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Royal Bank of Canada	6.5%
Brookfield Asset Management	6.5%
Toronto-Dominion Bank	5.9%
Canadian National Railway Company	4.9%
Scotiabank	4.4%
Alimentation Couche-Tard	4.0%
Agnico Eagle Mines	3.8%
Metro	3.7%
Fortis	3.6%
Open Text Corporation	3.0%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 1		Series 3		Series 5		Series 6		Series 7	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	12,411	24.1%	12,463	24.6%	12,541	25.4%	12,579	25.8%	12,609	26.1%
3 Years	13,894	11.6%	14,046	12.0%	14,308	12.7%	14,400	12.9%	14,554	13.3%
5 Years	12,434	4.5%	12,676	4.9%	13,070	5.5%	13,181	5.7%	13,465	6.1%
10 Years	—	—	19,726	7.0%	20,905	7.7%	—	—	—	—
Since Inception	12,560	4.6%	32,080	5.5%	19,989	5.0%	15,120	5.4%	15,660	5.9%

	Series 8		Series IGP	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	12,606	26.1%	12,614	26.1%
3 Years	14,511	13.2%	14,556	13.3%
5 Years	—	—	13,453	6.1%
Since Inception	13,640	8.8%	13,610	6.2%

\* This Fund is composed of units of the corresponding underlying investment funds.

## DFS GIF – CANADIAN EQUITY – FRANKLIN BISSETT (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	143,093	121,575
Investments at fair value through profit or loss (FVTPL)	41,116,701	38,891,917
Premiums receivable	80,222	240
Receivable for securities sold	31,580	46,240
	<u>41,371,596</u>	<u>39,059,972</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	112,985	110,250
Withdrawals payable	82,821	34,665
	<u>195,806</u>	<u>144,915</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u>41,175,790</u>	<u>38,915,057</u>
<b>NET ASSETS PER UNIT</b>		
Series 1	<u>6.28</u>	5.06
Series 3	<u>16.04</u>	12.87
Series 5	<u>17.47</u>	13.93
Series 6	<u>7.56</u>	6.01
Series 7	<u>7.83</u>	6.21
Series 8	<u>6.82</u>	5.41
Series IGP	<u>13.61</u>	10.79

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	5,928	1,075
Distributions from underlying funds	930,062	1,088,739
Foreign exchange gain (loss) on cash	(38)	—
Changes in fair value:		
Net realized gain (loss) on investments	2,328,948	1,444,887
Net unrealized gain (loss) on investments	7,004,432	(3,086,496)
	<u>10,269,332</u>	<u>(551,795)</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	1,180,746	1,174,872
Operating expenses	175,502	179,063
	<u>1,356,248</u>	<u>1,353,935</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u>8,913,084</u>	<u>(1,905,730)</u>
<b>DATA PER SERIES</b>		
<b>SERIES 1</b>		
Increase (Decrease) in Net Assets from Operations	2,065,769	(465,803)
- per unit	1.23	(0.25)
Average Number of Units	1,685,090	1,861,659
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	3,232,311	(770,472)
- per unit	3.20	(0.63)
Average Number of Units	1,011,503	1,230,497
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	2,045,194	(425,941)
- per unit	3.57	(0.59)
Average Number of Units	572,094	718,110
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	588,080	(105,160)
- per unit	1.56	(0.22)
Average Number of Units	377,859	468,195
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	23,999	(4,242)
- per unit	1.62	(0.25)
Average Number of Units	14,774	17,263
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	415,180	(57,014)
- per unit	1.41	(0.19)
Average Number of Units	294,682	298,063
<b>SERIES IGP</b>		
Increase (Decrease) in Net Assets from Operations	542,551	(77,098)
- per unit	2.83	(0.37)
Average Number of Units	191,905	205,829

The accompanying Notes are an integral part of these financial statements



STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<b>38,915,057</b>	46,726,563
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>8,913,084</b>	(1,905,730)
Premiums		
Series 1	<b>386,311</b>	340,375
Series 3	<b>255,133</b>	423,285
Series 5	<b>326,309</b>	812,022
Series 6	<b>94,444</b>	225,361
Series 7	—	—
Series 8	<b>410,730</b>	174,770
Series IGP	<b>13,161</b>	13,161
	<b>1,486,088</b>	1,988,974
Withdrawals		
Series 1	<b>(1,318,228)</b>	(1,238,024)
Series 3	<b>(2,937,687)</b>	(3,237,238)
Series 5	<b>(2,587,228)</b>	(2,341,133)
Series 6	<b>(813,723)</b>	(610,759)
Series 7	<b>(36)</b>	(21,889)
Series 8	<b>(311,238)</b>	(283,085)
Series IGP	<b>(170,299)</b>	(162,622)
	<b>(8,138,439)</b>	(7,894,750)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<b>41,175,790</b>	38,915,057

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>8,913,084</b>	(1,905,730)
Adjustments for:		
Foreign exchange gain (loss) on cash	<b>38</b>	—
Net realized (gain) loss	<b>(2,328,948)</b>	(1,444,887)
Net unrealized (gain) loss	<b>(7,004,432)</b>	3,086,496
Non-cash distribution from investments	<b>(930,062)</b>	(1,088,739)
Proceeds from sale/maturity of investments	<b>8,122,791</b>	7,827,155
Investments purchased	<b>(84,133)</b>	(529,066)
Receivable for securities sold	<b>14,660</b>	(14,941)
Accrued expenses	<b>2,735</b>	(20,527)
Payable for securities purchased	—	(6,137)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<b>6,705,733</b>	5,903,624
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	<b>1,406,106</b>	2,023,885
Amounts paid on withdrawals	<b>(8,090,283)</b>	(7,891,252)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<b>(6,684,177)</b>	(5,867,367)
Effect of exchange rate changes on foreign cash	<b>(38)</b>	—
Increase (decrease) in cash/ bank overdraft	<b>21,518</b>	36,257
Cash (bank overdraft), beginning of period	<b>121,575</b>	85,318
CASH (BANK OVERDRAFT), END OF PERIOD	<b>143,093</b>	121,575
SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Interest received	—	324

The accompanying Notes are an integral part of these financial statements

## DFS GIF – CANADIAN EQUITY – FRANKLIN BISSETT (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					99.9
Franklin Bissett Canadian Equity Fund, Series O	207,325	26,722,083	41,116,701		
<b>Total Investments</b>		<b>26,722,083</b>	<b>41,116,701</b>		
<b>Other Net Assets</b>			59,089		0.1
<b>Net Assets</b>			<b>41,175,790</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Royal Bank of Canada	6.5%
Brookfield Asset Management	6.5%
Toronto-Dominion Bank	5.9%
Canadian National Railway Company	4.9%
Scotiabank	4.4%
Alimentation Couche-Tard	4.0%
Agnico Eagle Mines	3.8%
Metro	3.7%
Fortis	3.6%
Open Text Corporation	3.0%
TELUS Corporation	3.0%
Enbridge	2.9%
Bank of Montreal	2.8%
Canadian Pacific Railway	2.7%
Nutrien	2.6%
CGI Group	2.5%
Loblaw Companies	2.4%
Dollarama	2.4%
Manulife Financial Corporation	2.4%
BCE	2.3%
Atco	2.2%
Suncor Energy	2.2%
Waste Connections	2.2%
Canadian Natural Resources	2.1%
Canadian Imperial Bank of Commerce	1.6%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

The fundamental investment objective of this Fund is to achieve long-term capital appreciation while continuing to emphasize the preservation of capital by investing primarily in Canadian equity securities

#### Strategy of the Fund

To invest primarily in mid to large cap Canadian equity securities of growth-oriented companies. The Fund may also have a foreign equity component

The principal risk factors of this Fund are market and some foreign currency risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	41,117	—	—	41,117
<b>TOTAL</b>	<b>41,117</b>	<b>—</b>	<b>—</b>	<b>41,117</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	38,892	—	—	38,892
<b>TOTAL</b>	<b>38,892</b>	<b>—</b>	<b>—</b>	<b>38,892</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks. Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – CANADIAN EQUITY – FRANKLIN BISSETT (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
Benchmarks	%	\$	\$
S&P/TSX	3.00	1,045	979

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 1	<b>6.28</b>	5.06	5.29	4.52	5.18
Series 3	<b>16.04</b>	12.87	13.40	11.42	13.04
Series 5	<b>17.47</b>	13.93	14.42	12.21	13.86
Series 6	<b>7.56</b>	6.01	6.22	5.25	5.96
Series 7	<b>7.83</b>	6.21	6.39	5.38	6.06
Series 8*	<b>6.82</b>	5.41	5.58	4.70	—
Series IGP	<b>13.61</b>	10.79	11.11	9.35	10.55
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 1	<b>10,021</b>	8,887	10,251	10,301	13,965
Series 3	<b>14,929</b>	14,380	17,964	18,501	24,209
Series 5	<b>8,986</b>	9,201	11,156	11,589	17,045
Series 6	<b>2,515</b>	2,647	3,137	2,622	5,043
Series 7	<b>116</b>	92	118	92	260
Series 8*	<b>2,100</b>	1,585	1,750	1,525	—
Series IGP	<b>2,509</b>	2,123	2,350	2,183	2,786
<b>Number of units outstanding (000)</b>					
Series 1	<b>1,596</b>	1,757	1,938	2,278	2,693
Series 3	<b>931</b>	1,117	1,340	1,620	1,856
Series 5	<b>514</b>	661	774	949	1,230
Series 6	<b>333</b>	440	505	499	847
Series 7	<b>15</b>	15	18	17	43
Series 8*	<b>308</b>	293	314	325	—
Series IGP	<b>184</b>	197	212	233	264
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 1	<b>3.98</b>	3.96	3.97	3.97	3.97
Series 3	<b>3.59</b>	3.58	3.58	3.59	3.58
Series 5	<b>2.97</b>	2.97	2.97	2.97	2.97
Series 6	<b>2.75</b>	2.75	2.80	2.80	2.80
Series 7	<b>2.36</b>	2.35	2.39	2.27	2.41
Series 8*	<b>2.43</b>	2.44	2.49	2.53	—
Series IGP	<b>2.39</b>	2.38	2.39	2.38	2.39
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>2.54</b>	4.02	4.37	3.00	3.26

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – CANADIAN SMALL CAP EQUITY – NEI\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading “Strategy in using Financial Instruments”

For a detailed description of each Fund’s investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
ATS Automation Tooling Systems	5.4%
Canadian Western Bank	5.4%
Intertape Polymer Group	4.8%
Guardian Capital Group	4.6%
Spin Master	4.2%
Premium Brands Holdings	4.0%
Enghouse Systems	3.9%
Headwater Exploration	3.8%
Winpak	3.6%
Descartes Systems Group	3.4%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 3		Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,163	11.6%	11,227	12.3%	11,250	12.5%	11,309	13.1%	11,309	13.1%
3 Years	13,610	10.8%	13,832	11.4%	13,880	11.5%	14,057	12.0%	14,019	11.9%
5 Years	11,520	2.9%	11,841	3.4%	11,879	3.5%	12,157	4.0%	—	—
10 Years	13,352	2.9%	14,097	3.5%	—	—	—	—	—	—
Since Inception	14,780	2.6%	13,262	2.0%	11,520	1.8%	11,920	2.3%	11,580	4.1%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	26,863	27,226
Investments at fair value through profit or loss (FVTPL)	10,469,249	10,534,356
Premiums receivable	10,484	85
	<u>10,506,596</u>	<u>10,561,667</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	28,156	29,058
Withdrawals payable	38,771	5,099
	<u>66,927</u>	<u>34,157</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u>10,439,669</u>	<u>10,527,510</u>
<b>NET ASSETS PER UNIT</b>		
Series 3	<u>7.39</u>	6.62
Series 5	<u>8.05</u>	7.17
Series 6	<u>5.76</u>	5.12
Series 7	<u>5.96</u>	5.27
Series 8	<u>5.79</u>	5.12

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	1,859,173	195,437
Changes in fair value:		
Net realized gain (loss) on investments	240,555	53,737
Net unrealized gain (loss) on investments	(459,277)	802,756
	<u>1,640,451</u>	<u>1,051,930</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	317,677	288,852
Operating expenses	41,227	37,347
	<u>358,904</u>	<u>326,199</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u>1,281,547</u>	<u>725,731</u>
<b>DATA PER SERIES</b>		
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	197,027	123,502
- per unit	0.81	0.44
Average Number of Units	244,071	280,672
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	825,202	452,039
- per unit	0.95	0.45
Average Number of Units	865,845	1,010,204
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	114,820	66,545
- per unit	0.66	0.33
Average Number of Units	172,699	200,677
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	3,809	2,297
- per unit	0.69	0.42
Average Number of Units	5,522	5,522
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	140,689	81,348
- per unit	0.66	0.40
Average Number of Units	211,754	201,422

The accompanying Notes are an integral part of these financial statements

## DFS GIF – CANADIAN SMALL CAP EQUITY – NEI (continued)

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>10,527,510</u>	11,175,226
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>1,281,547</u>	725,731
Premiums		
Series 3	15,566	59,555
Series 5	177,803	277,461
Series 6	149,873	98,808
Series 7	—	—
Series 8	<u>131,257</u>	<u>193,245</u>
	<u>474,499</u>	629,069
Withdrawals		
Series 3	(249,089)	(298,777)
Series 5	(1,296,533)	(1,225,823)
Series 6	(178,747)	(293,255)
Series 7	—	—
Series 8	<u>(119,518)</u>	<u>(184,661)</u>
	<u>(1,843,887)</u>	<u>(2,002,516)</u>
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>10,439,669</u>	10,527,510

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	1,281,547	725,731
Adjustments for:		
Net realized (gain) loss	(240,555)	(53,737)
Net unrealized (gain) loss	459,277	(802,756)
Non-cash distribution from investments	(1,859,173)	(195,437)
Proceeds from sale/maturity of investments	1,834,723	1,855,733
Investments purchased	(129,165)	(157,725)
Receivable for securities sold	—	5,987
Interest, dividends and other receivables	—	418
Accrued expenses	(902)	(1,854)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>1,345,752</u>	1,376,360
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	464,100	648,839
Amounts paid on withdrawals	(1,810,215)	(2,023,583)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>(1,346,115)</u>	<u>(1,374,744)</u>
Increase (decrease) in cash/ bank overdraft	(363)	1,616
Cash (bank overdraft), beginning of period	<u>27,226</u>	25,610
CASH (BANK OVERDRAFT), END OF PERIOD	<u>26,863</u>	27,226

The accompanying Notes are an integral part of these financial statements



## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.3
NEI Canadian Small Cap Equity Fund, Series I	554,683	9,499,972	10,469,249		
<b>Total Investments</b>		<b>9,499,972</b>	<b>10,469,249</b>		
<b>Other Net Assets</b>			(29,580)		(0.3)
<b>Net Assets</b>			<b>10,439,669</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
ATS Automation Tooling Systems	5.4%
Canadian Western Bank	5.4%
Intertape Polymer Group	4.8%
Guardian Capital Group	4.6%
Spin Master	4.2%
Premium Brands Holdings	4.0%
Enghouse Systems	3.9%
Headwater Exploration	3.8%
Winpak	3.6%
Descartes Systems Group	3.4%
Cogeco	3.4%
Kinaxis	3.3%
Slate Grocery Real Estate Investment Trust	3.3%
Richelieu Hardware	3.3%
HLS Therapeutics	3.2%
Converge Technology Solutions	3.1%
Pason Systems	2.9%
Jamieson Wellness	2.8%
Stella-Jones	2.6%
Badger Infrastructure Solution	2.5%
Freehold Royalties	2.5%
Equitable Group	2.4%
GDI Integrated Facility Services	2.1%
Tecsys	2.1%
Knight Therapeutics	2.1%

## DFS GIF – CANADIAN SMALL CAP EQUITY – NEI (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS****Objective of the Fund**

To achieve long-term capital appreciation by investing primarily in the equity of smaller, fast growing Canadian companies with small market capitalizations

**Strategy of the Fund**

To invest primarily in common shares and other equity securities issued by companies that are financially strong and have distinct competitive advantages at relative valuations

The principal risk factors of this Fund are special equities and market risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)****Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	10,469	—	—	10,469
<b>TOTAL</b>	<b>10,469</b>	<b>—</b>	<b>—</b>	<b>10,469</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	10,534	—	—	10,534
<b>TOTAL</b>	<b>10,534</b>	<b>—</b>	<b>—</b>	<b>10,534</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)****Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
Benchmarks	%	\$	\$
S&P/TSX Small Cap	3.00	250	257

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – CANADIAN SMALL CAP EQUITY – NEI (continued)

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 3	<b>7.39</b>	6.62	6.16	5.43	6.70
Series 5	<b>8.05</b>	7.17	6.64	5.82	7.13
Series 6	<b>5.76</b>	5.12	4.74	4.15	5.09
Series 7	<b>5.96</b>	5.27	4.86	4.24	5.17
Series 8*	<b>5.79</b>	5.12	4.73	4.13	—
<b>Ratios and Supplemental Data</b>					
Net Asset Value (\$000's)					
Series 3	<b>1,711</b>	1,747	1,863	1,807	2,726
Series 5	<b>6,499</b>	6,793	7,289	7,538	11,399
Series 6	<b>973</b>	887	1,015	907	1,866
Series 7	<b>33</b>	29	27	23	29
Series 8*	<b>1,225</b>	1,072	982	481	—
Number of units outstanding (000)					
Series 3	<b>232</b>	264	302	333	407
Series 5	<b>807</b>	948	1,098	1,296	1,598
Series 6	<b>169</b>	173	214	218	367
Series 7	<b>6</b>	6	6	6	6
Series 8*	<b>212</b>	209	208	117	—
Management expense ratio (MER) <sup>1</sup> (%)					
Series 3	<b>3.85</b>	3.81	3.81	3.83	3.82
Series 5	<b>3.27</b>	3.27	3.27	3.28	3.28
Series 6	<b>3.02</b>	3.03	3.20	3.23	3.24
Series 7	<b>2.59</b>	2.59	2.76	2.76	2.76
Series 8*	<b>2.72</b>	2.72	2.91	2.87	—
Portfolio turnover rate <sup>2</sup> (%)	<b>16.92</b>	3.56	7.30	13.44	1.74

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – SMALL CAP – FRANKLIN BISSETT\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Headwater Exploration	4.1%
Trican Well Service	3.7%
Kelt Exploration	3.1%
Boyd Group Services	2.7%
Dexterra Group	2.6%
Topaz Energy	2.5%
Equitable Group	2.5%
Killam Apartment Real Estate Investment Trust	2.5%
WhiteCap Resources	2.5%
Canadian Western Bank	2.4%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 3		Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	12,476	24.8%	12,546	25.5%	12,530	25.3%	12,627	26.3%	12,595	25.9%
3 Years	11,992	6.2%	12,220	6.9%	12,196	6.8%	12,405	7.4%	12,361	7.3%
5 Years	8,235	(3.8%)	8,496	(3.2%)	8,490	(3.2%)	8,674	(2.8%)	—	—
10 Years	12,486	2.2%	13,240	2.8%	—	—	—	—	—	—
Since Inception	28,420	4.9%	12,466	1.6%	8,220	(2.5%)	8,460	(2.1%)	9,320	(1.9%)

\* This Fund is composed of units of the corresponding underlying investment funds.

## DFS GIF – SMALL CAP – FRANKLIN BISSETT (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	1,516	—
Investments at fair value through profit or loss (FVTPL)	7,587,387	7,318,542
Premiums receivable	7,441	152
Receivable for securities sold	6,300	13,981
	<u>7,602,644</u>	<u>7,332,675</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	—	12,993
Accrued expenses	20,291	20,012
Withdrawals payable	31,508	400
Payable for securities purchased	526	—
	<u>52,325</u>	<u>33,405</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>7,550,319</b></u>	<u>7,299,270</u>
<b>NET ASSETS PER UNIT</b>		
Series 3	<u>14.21</u>	11.39
Series 5	<u>15.52</u>	12.37
Series 6	<u>4.11</u>	3.28
Series 7	<u>4.23</u>	3.35
Series 8	<u>4.66</u>	3.70

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	78,142	109,404
Changes in fair value:		
Net realized gain (loss) on investments	(64,003)	(675,058)
Net unrealized gain (loss) on investments	1,960,389	796,182
	<u>1,974,528</u>	<u>230,528</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	223,368	198,478
Operating expenses	32,341	28,240
	<u>255,709</u>	<u>226,718</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>1,718,819</b></u>	<u>3,810</u>
<b>DATA PER SERIES</b>		
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	564,120	(47,160)
- per unit	2.90	(0.20)
Average Number of Units	194,384	233,118
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	733,376	14,521
- per unit	3.22	0.05
Average Number of Units	227,860	266,560
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	325,684	19,746
- per unit	0.88	0.04
Average Number of Units	368,217	492,179
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	10,805	512
- per unit	0.91	0.04
Average Number of Units	11,927	14,492
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	84,834	16,191
- per unit	1.00	0.18
Average Number of Units	84,991	89,766

The accompanying Notes are an integral part of these financial statements

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>7,299,270</u>	8,393,775
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>1,718,819</u>	3,810
Premiums		
Series 3	28,958	44,300
Series 5	280,698	363,551
Series 6	64,348	189,864
Series 7	—	—
Series 8	234,434	128,181
	<u>608,438</u>	725,896
Withdrawals		
Series 3	(528,192)	(373,277)
Series 5	(695,115)	(912,825)
Series 6	(608,242)	(339,488)
Series 7	(10,968)	(167)
Series 8	(233,691)	(198,454)
	<u>(2,076,208)</u>	(1,824,211)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>7,550,319</u>	7,299,270

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	1,718,819	3,810
Adjustments for:		
Net realized (gain) loss	64,003	675,058
Net unrealized (gain) loss	(1,960,389)	(796,182)
Non-cash distribution from investments	(78,142)	(109,404)
Proceeds from sale/maturity of investments	1,805,031	1,712,622
Investments purchased	(99,348)	(384,526)
Receivable for securities sold	7,681	(11,306)
Accrued expenses	279	(2,683)
Payable for securities purchased	526	(631)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>1,458,460</u>	1,086,758
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	601,149	729,656
Amounts paid on withdrawals	(2,045,100)	(1,831,025)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>(1,443,951)</u>	(1,101,369)
Increase (decrease) in cash/ bank overdraft	14,509	(14,611)
Cash (bank overdraft), beginning of period	(12,993)	1,618
CASH (BANK OVERDRAFT), END OF PERIOD	<u>1,516</u>	(12,993)

The accompanying Notes are an integral part of these financial statements

## DFS GIF – SMALL CAP – FRANKLIN BISSETT (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.5
Franklin Bissett Small Cap Fund, Series O	102,230	7,185,908	7,587,387		
<b>Total Investments</b>		<b>7,185,908</b>	<b>7,587,387</b>		
<b>Other Net Assets</b>			(37,068)		(0.5)
<b>Net Assets</b>			<b>7,550,319</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Headwater Exploration	4.1%
Trican Well Service	3.7%
Kelt Exploration	3.1%
Boyd Group Services	2.7%
Dexterra Group	2.6%
Topaz Energy	2.5%
Equitable Group	2.5%
Killam Apartment Real Estate Investment Trust	2.5%
WhiteCap Resources	2.5%
Canadian Western Bank	2.4%
Sylogist	2.4%
Intertape Polymer Group	2.3%
Brookfield Asset Management Reinsurance Partners	2.3%
Bird Construction	2.3%
Methanex Corporation	2.2%
DRI Healthcare Trust	2.2%
Atco	2.2%
InterRent Real Estate Investment Trust	2.2%
Total Energy Services	2.2%
Kinaxis	2.2%
Major Drilling Group International	2.1%
Descartes Systems Group	2.1%
FirstService Corporation	2.1%
Calian Group	2.1%
GDI Integrated Facility Services	2.1%



## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide investors with long-term capital appreciation. The Fund invests mainly in shares of Canadian companies with small to medium market capitalizations which are expected to provide above-average returns

#### Strategy of the Fund

To be fully diversified at all times to compensate for the volatility inherent in investing in small capitalization equities

The principal risk factors of this Fund are market, special equities and foreign currency risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	7,587	—	—	7,587
<b>TOTAL</b>	<b>7,587</b>	<b>—</b>	<b>—</b>	<b>7,587</b>

  

December 31, 2020	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	7,319	—	—	7,319
<b>TOTAL</b>	<b>7,319</b>	<b>—</b>	<b>—</b>	<b>7,319</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – SMALL CAP – FRANKLIN BISSETT (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	%	\$	\$
S&P/TSX Small Cap	3.00	179	178

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 3	<b>14.21</b>	11.39	11.38	11.85	16.78
Series 5	<b>15.52</b>	12.37	12.28	12.70	17.87
Series 6	<b>4.11</b>	3.28	3.25	3.37	4.74
Series 7	<b>4.23</b>	3.35	3.31	3.41	4.78
Series 8*	<b>4.66</b>	3.70	3.66	3.77	—
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 3	<b>2,519</b>	2,454	2,831	3,699	6,088
Series 5	<b>3,317</b>	2,998	3,533	4,720	8,307
Series 6	<b>1,276</b>	1,494	1,624	1,750	2,980
Series 7	<b>48</b>	48	48	60	258
Series 8*	<b>390</b>	304	358	414	—
<b>Number of units outstanding (000)</b>					
Series 3	<b>177</b>	215	249	312	363
Series 5	<b>214</b>	242	288	372	465
Series 6	<b>310</b>	456	499	520	629
Series 7	<b>11</b>	14	15	18	54
Series 8*	<b>84</b>	82	98	110	—
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 3	<b>3.77</b>	3.77	3.77	3.76	3.76
Series 5	<b>3.14</b>	3.14	3.14	3.14	3.14
Series 6	<b>3.10</b>	3.12	3.14	3.14	3.14
Series 7	<b>2.67</b>	2.67	2.73	2.45	2.74
Series 8*	<b>2.84</b>	2.77	2.82	2.87	—
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>2.33</b>	7.19	6.57	4.76	13.53

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – AMERICAN EQUITY – MFS\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading “Strategy in using Financial Instruments”

For a detailed description of each Fund’s investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Microsoft Corporation	6.2%
Alphabet, Class A	5.4%
Apple	2.7%
JPMorgan Chase & Company	2.6%
Bank of America Corporation	2.4%
Thermo Fisher Scientific	2.1%
Johnson & Johnson	2.1%
American Tower Corporation Real Estate Investment Trust	2.0%
Visa	1.9%
Alphabet, Class C	1.9%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 3		Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	12,188	21.9%	12,280	22.8%	12,308	23.1%	12,373	23.7%	12,336	23.4%
3 Years	16,026	17.0%	16,417	18.0%	16,459	18.1%	16,696	18.6%	16,613	18.4%
5 Years	17,875	12.3%	18,572	13.2%	18,647	13.3%	19,103	13.8%	—	—
10 Years	37,775	14.2%	40,620	15.0%	—	—	—	—	—	—
Since Inception	24,840	4.3%	32,220	8.6%	25,380	12.6%	26,280	13.1%	16,580	14.7%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	16,992	—
Investments at fair value through profit or loss (FVTPL)	69,775,594	51,712,518
Premiums receivable	364,769	41,710
Receivable for securities sold	—	12,666
	<u>70,157,355</u>	<u>51,766,894</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	—	6,405
Accrued expenses	148,753	115,095
Withdrawals payable	294,004	30,856
Payable for securities purchased	10,777	—
	<u>453,534</u>	<u>152,356</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>69,703,821</b></u>	<u>51,614,538</u>
<b>NET ASSETS PER UNIT</b>		
Series 3	<u>12.42</u>	10.19
Series 5	<u>13.79</u>	11.23
Series 6	<u>12.69</u>	10.31
Series 7	<u>13.14</u>	10.62
Series 8	<u>8.29</u>	6.72

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	7,152,879	2,293,639
Changes in fair value:		
Net realized gain (loss) on investments	1,309,684	599,978
Net unrealized gain (loss) on investments	5,289,929	2,884,839
	<u>13,752,492</u>	<u>5,778,456</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	1,382,900	1,170,713
Operating expenses	218,625	179,227
	<u>1,601,525</u>	<u>1,349,940</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>12,150,967</b></u>	<u>4,428,516</u>
<b>DATA PER SERIES</b>		
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	1,000,847	352,295
- per unit	2.24	0.79
Average Number of Units	447,234	445,575
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	3,232,755	1,241,199
- per unit	2.57	0.94
Average Number of Units	1,257,814	1,317,209
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	4,026,566	1,516,181
- per unit	2.40	0.91
Average Number of Units	1,680,532	1,675,118
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	203,562	102,610
- per unit	2.34	1.02
Average Number of Units	86,950	101,009
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	3,687,237	1,216,231
- per unit	1.54	0.59
Average Number of Units	2,392,221	2,076,763

The accompanying Notes are an integral part of these financial statements

## DFS GIF – AMERICAN EQUITY – MFS (continued)

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<b>51,614,538</b>	44,902,316
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>12,150,967</b>	4,428,516
Premiums		
Series 3	<b>867,921</b>	799,499
Series 5	<b>2,214,283</b>	2,484,515
Series 6	<b>6,712,394</b>	5,337,097
Series 7	<b>1,004,327</b>	188,003
Series 8	<b>9,289,400</b>	5,258,897
	<b>20,088,325</b>	14,068,011
Withdrawals		
Series 3	<b>(860,752)</b>	(688,208)
Series 5	<b>(3,576,992)</b>	(3,031,551)
Series 6	<b>(6,618,415)</b>	(3,773,340)
Series 7	<b>(329,685)</b>	(143,172)
Series 8	<b>(2,764,165)</b>	(4,148,034)
	<b>(14,150,009)</b>	(11,784,305)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<b>69,703,821</b>	51,614,538

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>12,150,967</b>	4,428,516
Adjustments for:		
Net realized (gain) loss	<b>(1,309,684)</b>	(599,978)
Net unrealized (gain) loss	<b>(5,289,929)</b>	(2,884,839)
Non-cash distribution from investments	<b>(7,152,879)</b>	(2,293,639)
Proceeds from sale/maturity of investments	<b>6,344,906</b>	5,834,855
Investments purchased	<b>(10,655,490)</b>	(6,770,198)
Receivable for securities sold	<b>12,666</b>	(12,666)
Accrued expenses	<b>33,658</b>	9,165
Payable for securities purchased	<b>10,777</b>	(2,491)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<b>(5,855,008)</b>	(2,291,275)
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	<b>19,765,266</b>	14,044,396
Amounts paid on withdrawals	<b>(13,886,861)</b>	(11,768,270)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<b>5,878,405</b>	2,276,126
Increase (decrease) in cash/bank overdraft	<b>23,397</b>	(15,149)
Cash (bank overdraft), beginning of period	<b>(6,405)</b>	8,744
CASH (BANK OVERDRAFT), END OF PERIOD	<b>16,992</b>	(6,405)

The accompanying Notes are an integral part of these financial statements

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
Investment Funds					100.1
MFS U.S. Equity Core Fund	3,348,253	57,680,016	69,775,594		
<b>Total Investments</b>		<b>57,680,016</b>	<b>69,775,594</b>		
Other Net Assets			(71,773)		(0.1)
<b>Net Assets</b>			<b>69,703,821</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Microsoft Corporation	6.2%
Alphabet, Class A	5.4%
Apple	2.7%
JPMorgan Chase & Company	2.6%
Bank of America Corporation	2.4%
Thermo Fisher Scientific	2.1%
Johnson & Johnson	2.1%
American Tower Corporation Real Estate Investment Trust	2.0%
Visa	1.9%
Alphabet, Class C	1.9%
Icon PLC	1.8%
Home Depot	1.8%
Goldman Sachs Group	1.7%
Mastercard	1.7%
Honeywell International	1.7%
Nasdaq	1.7%
Adobe	1.6%
Johnson Controls International	1.6%
Target Corporation	1.6%
Accenture	1.6%
Texas Instruments	1.5%
Danaher Corporation	1.5%
Becton Dickinson	1.5%
Medtronic	1.5%
ConocoPhillips Company	1.4%

## DFS GIF – AMERICAN EQUITY – MFS (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS****Objective of the Fund**

To outperform the S&amp;P 500

**Strategy of the Fund**

To invest mainly in large cap equity securities of corporations located in the United States

The principal risk factors of this Fund are special equity, foreign currency and market risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)****Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	—	69,776	—	69,776
<b>TOTAL</b>	<b>—</b>	<b>69,776</b>	<b>—</b>	<b>69,776</b>

December 31, 2020

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	—	51,713	—	51,713
<b>TOTAL</b>	<b>—</b>	<b>51,713</b>	<b>—</b>	<b>51,713</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)****Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings



## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
Benchmarks	%	\$	\$
S&P 500	3.00	2,023	1,486

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – AMERICAN EQUITY – MFS (continued)

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 3	<b>12.42</b>	10.19	9.41	7.75	7.77
Series 5	<b>13.79</b>	11.23	10.29	8.40	8.38
Series 6	<b>12.69</b>	10.31	9.44	7.71	7.68
Series 7	<b>13.14</b>	10.62	9.68	7.87	7.80
Series 8*	<b>8.29</b>	6.72	6.13	4.99	—
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 3	<b>5,706</b>	4,698	4,234	3,677	3,978
Series 5	<b>16,616</b>	14,746	14,052	12,247	12,290
Series 6	<b>21,612</b>	17,491	14,411	10,705	10,754
Series 7	<b>1,958</b>	1,080	932	1,310	581
Series 8*	<b>23,812</b>	13,600	11,272	6,073	—
<b>Number of units outstanding (000)</b>					
Series 3	<b>460</b>	461	450	475	512
Series 5	<b>1,205</b>	1,313	1,366	1,457	1,467
Series 6	<b>1,703</b>	1,697	1,527	1,389	1,400
Series 7	<b>149</b>	102	96	167	75
Series 8*	<b>2,871</b>	2,025	1,839	1,217	—
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 3	<b>3.68</b>	3.69	3.70	3.73	3.74
Series 5	<b>2.92</b>	2.92	2.93	2.94	2.93
Series 6	<b>2.67</b>	2.68	2.90	2.90	2.88
Series 7	<b>2.19</b>	2.19	2.42	2.43	2.44
Series 8*	<b>2.34</b>	2.35	2.57	2.59	—
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>10.71</b>	12.38	13.63	11.30	22.68

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – AMERICAN EQUITY VALUE – DESJARDINS\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
JPMorgan Chase & Company	4.2%
Bank of America Corporation	3.6%
UnitedHealth Group	3.4%
Pfizer	3.3%
Cash and Cash Equivalents	2.7%
Chubb	2.5%
PNC Financial Services Group	2.2%
Chevron Corporation	2.2%
Verizon Communications	2.1%
Cisco Systems	2.0%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 1		Series 3		Series 5		Series 6		Series 7	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	12,231	22.3%	12,304	23.0%	12,324	23.2%	12,385	23.9%	12,443	24.4%
3 Years	14,075	12.1%	14,342	12.8%	14,410	12.9%	14,538	13.3%	14,765	13.9%
5 Years	13,902	6.8%	14,336	7.5%	14,439	7.6%	14,626	7.9%	15,034	8.5%
10 Years	29,050	11.3%	30,758	11.9%	31,166	12.0%	—	—	—	—
Since Inception	23,900	3.4%	17,823	2.5%	25,038	6.7%	21,080	10.0%	22,000	10.6%

	Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	12,413	24.1%
3 Years	14,669	13.6%
Since Inception	14,200	10.0%

\* This Fund is composed of units of the corresponding underlying investment funds.

## DFS GIF – AMERICAN EQUITY VALUE – DESJARDINS (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	102,444	103,351
Investments at fair value through profit or loss (FVTPL)	28,753,960	23,763,204
Premiums receivable	81,737	618
	<u>28,938,141</u>	<u>23,867,173</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	66,652	56,923
Withdrawals payable	124,038	9,975
Payable for securities purchased	12,781	2,381
	<u>203,471</u>	<u>69,279</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u>28,734,670</u>	<u>23,797,894</u>
<b>NET ASSETS PER UNIT</b>		
Series 1	<u>11.95</u>	9.77
Series 3	<u>13.51</u>	10.98
Series 5	<u>13.79</u>	11.19
Series 6	<u>10.54</u>	8.51
Series 7	<u>11.00</u>	8.84
Series 8	<u>7.10</u>	5.72

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	—	175
Distributions from underlying funds	1,353,434	616,061
Changes in fair value:		
Net realized gain (loss) on investments	1,044,604	1,057,973
Net unrealized gain (loss) on investments	3,887,146	(1,605,051)
	<u>6,285,184</u>	<u>69,158</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	651,880	599,400
Operating expenses	103,957	95,789
	<u>755,837</u>	<u>695,189</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u>5,529,347</u>	<u>(626,031)</u>
<b>DATA PER SERIES</b>		
<b>SERIES 1</b>		
Increase (Decrease) in Net Assets from Operations	446,214	(73,245)
- per unit	2.18	(0.34)
Average Number of Units	204,304	217,451
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	476,711	(93,525)
- per unit	2.54	(0.42)
Average Number of Units	187,559	220,637
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	1,749,974	(281,887)
- per unit	2.63	(0.35)
Average Number of Units	665,535	800,239
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	1,506,098	(116,309)
- per unit	2.03	(0.15)
Average Number of Units	742,266	763,944
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	19,469	(6,623)
- per unit	2.21	(0.44)
Average Number of Units	8,797	15,168
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	1,330,881	(54,442)
- per unit	1.37	(0.07)
Average Number of Units	974,344	835,216

The accompanying Notes are an integral part of these financial statements

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>23,797,894</u>	26,385,291
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>5,529,347</u>	(626,031)
Premiums		
Series 1	80,179	73,485
Series 3	159,749	106,970
Series 5	424,329	882,708
Series 6	1,750,706	1,608,933
Series 7	—	2,358
Series 8	<u>2,127,741</u>	<u>1,105,631</u>
	<u>4,542,704</u>	3,780,085
Withdrawals		
Series 1	(101,992)	(207,163)
Series 3	(242,276)	(629,321)
Series 5	(1,664,443)	(2,519,855)
Series 6	(2,375,713)	(1,430,129)
Series 7	(21,577)	(58,053)
Series 8	<u>(729,274)</u>	<u>(896,930)</u>
	<u>(5,135,275)</u>	<u>(5,741,451)</u>
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>28,734,670</u>	23,797,894

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	5,529,347	(626,031)
Adjustments for:		
Net realized (gain) loss	(1,044,604)	(1,057,973)
Net unrealized (gain) loss	(3,887,146)	1,605,051
Non-cash distribution from investments	(1,353,434)	(616,061)
Proceeds from sale/maturity of investments	3,055,788	4,263,086
Investments purchased	(1,761,097)	(1,565,043)
Accrued expenses	9,729	(8,179)
Payable for securities purchased	<u>10,400</u>	<u>(29,806)</u>
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>558,983</u>	1,965,044
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	4,461,585	3,780,723
Amounts paid on withdrawals	<u>(5,021,212)</u>	<u>(5,737,624)</u>
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>(559,627)</u>	<u>(1,956,901)</u>
Effect of exchange rate changes on foreign cash	(263)	(1,740)
Increase (decrease) in cash/ bank overdraft	(907)	6,403
Cash (bank overdraft), beginning of period	<u>103,351</u>	<u>96,948</u>
CASH (BANK OVERDRAFT), END OF PERIOD	<u>102,444</u>	103,351
SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Interest received	<u>—</u>	<u>168</u>

The accompanying Notes are an integral part of these financial statements

## DFS GIF – AMERICAN EQUITY VALUE – DESJARDINS (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
Investment Funds					100.1
Desjardins American Equity Value Fund, I-Class	758,520	18,465,021	28,753,960		
Total Investments		<b>18,465,021</b>	<b>28,753,960</b>		
Other Net Assets			(19,290)		(0.1)
Net Assets			<b>28,734,670</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
JPMorgan Chase & Company	4.2%
Bank of America Corporation	3.6%
UnitedHealth Group	3.4%
Pfizer	3.3%
Cash and Cash Equivalents	2.7%
Chubb	2.5%
PNC Financial Services Group	2.2%
Chevron Corporation	2.2%
Verizon Communications	2.1%
Cisco Systems	2.0%
McDonald's Corporation	2.0%
Cognizant Technology Solutions Corporation	2.0%
Broadcom	1.9%
American Express Company	1.9%
Comcast Corporation	1.9%
Accenture	1.9%
Anthem	1.9%
Becton, Dickinson and Company	1.9%
Raytheon Technologies	1.8%
Lockheed Martin Corporation	1.7%
Mondelez International	1.7%
Medtronic	1.7%
Wabtec	1.7%
Colgate-Palmolive Company	1.6%
AstraZeneca	1.5%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide investors with long-term capital growth by investing primarily in U.S. equities

#### Strategy of the Fund

To invest primarily in the common shares of high quality, publicly traded medium to large sized United States companies across a wide range of market sectors

The principal risk factors of this Fund are foreign currency, derivatives and market risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	28,754	—	—	28,754
<b>TOTAL</b>	<b>28,754</b>	<b>—</b>	<b>—</b>	<b>28,754</b>

  

December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	23,763	—	—	23,763
<b>TOTAL</b>	<b>23,763</b>	<b>—</b>	<b>—</b>	<b>23,763</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – AMERICAN EQUITY VALUE – DESJARDINS (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	%	\$	\$
MSCI USA Value Index	3.00	831	665

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"



## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 1	<b>11.95</b>	9.77	10.08	8.49	8.87
Series 3	<b>13.51</b>	10.98	11.26	9.42	9.78
Series 5	<b>13.79</b>	11.19	11.46	9.57	9.93
Series 6	<b>10.54</b>	8.51	8.70	7.25	7.51
Series 7	<b>11.00</b>	8.84	8.98	7.45	7.65
Series 8*	<b>7.10</b>	5.72	5.83	4.84	—
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 1	<b>2,441</b>	2,017	2,224	2,602	3,102
Series 3	<b>2,538</b>	2,143	2,759	2,610	3,016
Series 5	<b>8,676</b>	8,166	10,085	9,879	11,972
Series 6	<b>7,377</b>	6,496	6,434	5,671	7,762
Series 7	<b>89</b>	91	154	266	526
Series 8*	<b>7,613</b>	4,884	4,730	3,148	—
<b>Number of units outstanding (000)</b>					
Series 1	<b>204</b>	207	221	307	350
Series 3	<b>188</b>	195	245	277	308
Series 5	<b>629</b>	730	880	1,032	1,206
Series 6	<b>700</b>	763	739	782	1,034
Series 7	<b>8</b>	10	17	36	69
Series 8*	<b>1,072</b>	854	811	650	—
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 1	<b>3.85</b>	3.82	3.83	3.82	3.82
Series 3	<b>3.20</b>	3.19	3.20	3.20	3.21
Series 5	<b>3.05</b>	3.06	3.06	3.06	3.06
Series 6	<b>2.69</b>	2.68	2.84	2.84	2.84
Series 7	<b>2.17</b>	2.13	2.33	2.22	2.38
Series 8*	<b>2.37</b>	2.37	2.54	2.53	—
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>11.70</b>	9.33	9.76	10.63	12.45

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – GLOBAL DIVIDEND – DESJARDINS\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading “Strategy in using Financial Instruments”

For a detailed description of each Fund’s investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Microsoft Corporation	4.1%
GlaxoSmithKline	3.8%
Centene	3.7%
Enel SPA	3.6%
AbbVie	3.5%
Progressive Corporation	3.5%
Wells Fargo & Company	3.3%
PepsiCo	3.3%
Colgate-Palmolive Company	3.2%
Johnson & Johnson	3.2%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,135	11.4%	11,148	11.5%	11,196	12.0%	11,165	11.7%
3 Years	11,902	6.0%	11,911	6.0%	12,084	6.5%	12,024	6.3%
5 Years	12,276	4.2%	12,248	4.1%	12,558	4.7%	—	—
Since Inception	20,400	8.0%	14,960	5.3%	15,540	5.8%	11,880	4.8%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	—	2,940
Investments at fair value through profit or loss (FVTPL)	<b>29,242,496</b>	26,773,715
Premiums receivable	<b>93,485</b>	2,627
Receivable for securities sold	<b>8,999</b>	6,836
	<b>29,344,980</b>	26,786,118
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	<b>4,426</b>	—
Accrued expenses	<b>62,436</b>	58,008
Withdrawals payable	<b>120,087</b>	13,884
Payable for securities purchased	—	1,906
	<b>186,949</b>	73,798
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b>29,158,031</b>	26,712,320
<b>NET ASSETS PER UNIT</b>		
Series 5	<b>10.20</b>	9.16
Series 6	<b>7.48</b>	6.71
Series 7	<b>7.77</b>	6.94
Series 8	<b>5.94</b>	5.32

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	<b>2,414,135</b>	923,183
Changes in fair value:		
Net realized gain (loss) on investments	<b>365,241</b>	103,284
Net unrealized gain (loss) on investments	<b>928,294</b>	(1,988,242)
	<b>3,707,670</b>	(961,775)
<b>EXPENSES</b>		
Management fees and guarantee charge	<b>660,279</b>	672,182
Operating expenses	<b>61,709</b>	59,662
	<b>721,988</b>	731,844
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b>2,985,682</b>	(1,693,619)
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	<b>705,445</b>	(454,749)
- per unit	<b>1.05</b>	(0.59)
Average Number of Units	<b>674,286</b>	771,412
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	<b>1,075,381</b>	(599,176)
- per unit	<b>0.78</b>	(0.38)
Average Number of Units	<b>1,373,390</b>	1,566,057
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	<b>242,209</b>	(128,360)
- per unit	<b>0.83</b>	(0.40)
Average Number of Units	<b>292,104</b>	318,294
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	<b>962,647</b>	(511,334)
- per unit	<b>0.61</b>	(0.33)
Average Number of Units	<b>1,584,611</b>	1,562,750

The accompanying Notes are an integral part of these financial statements

## DFS GIF – GLOBAL DIVIDEND – DESJARDINS (continued)

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>26,712,320</u>	30,826,080
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>2,985,682</u>	(1,693,619)
Premiums		
Series 5	579,847	930,426
Series 6	1,507,721	1,370,236
Series 7	54,605	61,219
Series 8	<u>2,666,721</u>	<u>1,542,111</u>
	<u>4,808,894</u>	3,903,992
Withdrawals		
Series 5	(1,327,325)	(1,918,510)
Series 6	(2,647,941)	(2,387,536)
Series 7	(93,585)	(352,576)
Series 8	<u>(1,280,014)</u>	<u>(1,665,511)</u>
	<u>(5,348,865)</u>	(6,324,133)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>29,158,031</u>	26,712,320

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	2,985,682	(1,693,619)
Adjustments for:		
Net realized (gain) loss	(365,241)	(103,284)
Net unrealized (gain) loss	(928,294)	1,988,242
Non-cash distribution from investments	(2,414,135)	(923,183)
Proceeds from sale/maturity of investments	3,379,197	4,268,947
Investments purchased	(2,140,308)	(1,081,800)
Receivable for securities sold	(2,163)	(6,070)
Accrued expenses	4,428	(12,162)
Payable for securities purchased	(1,906)	(5,165)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>517,260</u>	2,431,906
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	4,718,036	3,918,737
Amounts paid on withdrawals	(5,242,662)	(6,347,971)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>(524,626)</u>	(2,429,234)
Increase (decrease) in cash/ bank overdraft	(7,366)	2,672
Cash (bank overdraft), beginning of period	<u>2,940</u>	268
CASH (BANK OVERDRAFT), END OF PERIOD	<u>(4,426)</u>	2,940

The accompanying Notes are an integral part of these financial statements

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
Investment Funds					100.3
Desjardins Global Dividend Fund, I-Class	1,368,070	26,810,104	29,242,496		
<b>Total Investments</b>		<b>26,810,104</b>	<b>29,242,496</b>		
Other Net Assets			(84,465)		(0.3)
<b>Net Assets</b>			<b>29,158,031</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Microsoft Corporation	4.1%
GlaxoSmithKline	3.8%
Centene	3.7%
Enel SPA	3.6%
AbbVie	3.5%
Progressive Corporation	3.5%
Wells Fargo & Company	3.3%
PepsiCo	3.3%
Colgate-Palmolive Company	3.2%
Johnson & Johnson	3.2%
Lloyds Banking Group	3.0%
Sanofi	2.9%
Unilever	2.9%
American Tower Corporation	2.5%
Stericycle	2.5%
Sundrug	2.5%
Kyocera Corporation	2.4%
Thales	2.4%
Alphabet	2.3%
Dell Technologies	2.3%
HCA	2.3%
Ubisoft Entertainment	2.3%
S&P Global	2.2%
Sony Group Corporation	2.2%
Mitsubishi Electric	2.2%

## DFS GIF – GLOBAL DIVIDEND – DESJARDINS (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS****Objective of the Fund**

To provide dividend income and long term capital appreciation through investments in equity and equity-related securities of companies around the world, including, when deemed appropriate, emerging markets

**Strategy of the Fund**

To invest in companies with high dividend yields and whose management teams optimize their balance sheets through the redemption of shares or reducing debt or by opting to increase cash flows sufficiently to allow for the opportunity for dividend growth. Companies are selected which show stable or high profit growth, a lower than average debt in comparison to their industry average and whose securities are traded at a reasonable price in relation to other companies with similar characteristics. Equity-related securities such as American Depositary Receipts (ADRs) and Global Depositary Receipts (GDRs) may be used to gain exposure to a particular stock or sector

The principal risk factors of this Fund are foreign currency risk, derivatives risk, sovereign risk and market risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)****Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	29,242	—	—	29,242
<b>TOTAL</b>	<b>29,242</b>	<b>—</b>	<b>—</b>	<b>29,242</b>
December 31, 2020	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	26,774	—	—	26,774
<b>TOTAL</b>	<b>26,774</b>	<b>—</b>	<b>—</b>	<b>26,774</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)****Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
Benchmarks	%	\$	\$
MSCI World Net	3.00	779	673

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – GLOBAL DIVIDEND – DESJARDINS (continued)

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 5	<b>10.20</b>	9.16	9.65	8.57	8.90
Series 6	<b>7.48</b>	6.71	7.07	6.28	6.53
Series 7	<b>7.77</b>	6.94	7.28	6.43	6.65
Series 8*	<b>5.94</b>	5.32	5.58	4.94	—
<b>Ratios and Supplemental Data</b>					
Net Asset Value (\$000's)					
Series 5	<b>6,659</b>	6,701	8,144	8,518	9,032
Series 6	<b>9,856</b>	9,920	11,537	9,436	14,783
Series 7	<b>2,223</b>	2,020	2,439	2,310	2,581
Series 8*	<b>10,421</b>	8,071	8,706	6,556	—
Number of units outstanding (000)					
Series 5	<b>653</b>	732	844	994	1,015
Series 6	<b>1,318</b>	1,478	1,631	1,502	2,262
Series 7	<b>286</b>	291	335	359	388
Series 8*	<b>1,754</b>	1,518	1,559	1,326	—
Management expense ratio (MER) <sup>1</sup> (%)					
Series 5	<b>2.81</b>	2.81	2.82	2.81	2.80
Series 6	<b>2.73</b>	2.73	2.89	2.89	2.89
Series 7	<b>2.23</b>	2.23	2.39	2.37	2.37
Series 8*	<b>2.41</b>	2.39	2.56	2.59	—
Portfolio turnover rate <sup>2</sup> (%)					
	<b>12.23</b>	7.46	11.49	10.28	8.85

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.



## DFS GIF – GLOBAL EQUITY – DESJARDINS\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Alphabet	4.0%
Microsoft Corporation	4.0%
Thermo Fisher Scientific	3.4%
IQVIA Holdings	3.3%
Accenture	3.1%
Zoetis	2.9%
Aon	2.8%
Wolters Kluwer	2.6%
Motorola Solutions	2.2%
Diageo	2.1%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021\*\* — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,652	16.5%	11,687	16.9%	11,744	17.4%	11,713	17.1%
Since Inception	13,400	13.7%	13,440	13.9%	13,600	14.5%	13,540	14.3%

\* This Fund is composed of units of the corresponding underlying investment funds.

\*\* Beginning of operations in October 2019.

## DFS GIF – GLOBAL EQUITY – DESJARDINS (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	21,369	1,006
Investments at fair value through profit or loss (FVTPL)	1,628,440	1,002,878
Premiums receivable	30,463	13,420
	<u>1,680,272</u>	<u>1,017,304</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	3,383	2,074
Withdrawals payable	30,473	89
Payable for securities purchased	20,365	13,420
	<u>54,221</u>	<u>15,583</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>1,626,051</b></u>	<u>1,001,721</u>
<b>NET ASSETS PER UNIT</b>		
Series 5	<u>6.70</u>	5.75
Series 6	<u>6.72</u>	5.75
Series 7	<u>6.80</u>	5.79
Series 8	<u>6.77</u>	5.78

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	19,805	13,554
Changes in fair value:		
Net realized gain (loss) on investments	14,622	1,296
Net unrealized gain (loss) on investments	203,141	111,734
	<u>237,568</u>	<u>126,584</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	30,453	18,564
Operating expenses	2,980	1,750
	<u>33,433</u>	<u>20,314</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>204,135</b></u>	<u>106,270</u>
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	43,888	31,337
- per unit	0.96	0.82
Average Number of Units	45,801	38,070
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	70,751	25,860
- per unit	0.97	0.71
Average Number of Units	72,721	36,441
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	30,792	19,102
- per unit	1.01	0.63
Average Number of Units	30,525	30,525
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	58,704	29,971
- per unit	0.98	0.75
Average Number of Units	59,634	39,860

The accompanying Notes are an integral part of these financial statements

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD</b>	<b>1,001,721</b>	630,040
Increase (Decrease) in Net Assets from operations attributable to contract owners	<b>204,135</b>	106,270
Premiums		
Series 5	61,342	50,807
Series 6	392,364	182,966
Series 7	—	—
Series 8	285,320	102,793
	<b>739,026</b>	336,566
Withdrawals		
Series 5	(22,507)	(4,914)
Series 6	(209,450)	(62,026)
Series 7	—	—
Series 8	(86,874)	(4,215)
	<b>(318,831)</b>	(71,155)
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD</b>	<b>1,626,051</b>	1,001,721

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		
Increase (Decrease) in Net Assets from operations attributable to contract owners	204,135	106,270
Adjustments for:		
Net realized (gain) loss	(14,622)	(1,296)
Net unrealized (gain) loss	(203,141)	(111,734)
Non-cash distribution from investments	(19,805)	(13,554)
Proceeds from sale/maturity of investments	82,386	19,265
Investments purchased	(470,380)	(265,120)
Accrued expenses	1,309	674
Payable for securities purchased	6,945	13,420
<b>NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>	<b>(413,173)</b>	(252,075)
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		
Premium payments	721,983	323,146
Amounts paid on withdrawals	(288,447)	(71,066)
<b>NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>	<b>433,536</b>	252,080
Increase (decrease) in cash/ bank overdraft	20,363	5
Cash (bank overdraft), beginning of period	1,006	1,001
<b>CASH (BANK OVERDRAFT), END OF PERIOD</b>	<b>21,369</b>	1,006

The accompanying Notes are an integral part of these financial statements

## DFS GIF – GLOBAL EQUITY – DESJARDINS (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
Investment Funds					100.1
Desjardins Global Equity Fund, I-Class	112,601	1,301,076	1,628,440		
Total Investments		<u>1,301,076</u>	<u>1,628,440</u>		
Other Net Assets			(2,389)		(0.1)
Net Assets			<u>1,626,051</u>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Alphabet	4.0%
Microsoft Corporation	4.0%
Thermo Fisher Scientific	3.4%
IQVIA Holdings	3.3%
Accenture	3.1%
Zoetis	2.9%
Aon	2.8%
Walters Kluwer	2.6%
Motorola Solutions	2.2%
Diageo	2.1%
Taiwan Semiconductor Manufacturing Company	2.1%
Intercontinental Exchange	2.1%
Lowe's Companies	2.0%
Coca-Cola Consolidated	2.0%
Johnson & Johnson	1.9%
S&P Global	1.9%
RELX	1.8%
Unilever	1.7%
Visa	1.7%
Dollar General Corporation	1.7%
Charles Schwab Corporation	1.7%
McDonald's Corporation	1.6%
Procter & Gamble Company	1.6%
Hexagon	1.6%
Texas Instruments	1.6%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide long-term capital appreciation by investing primarily in equity and equity-related securities of companies located throughout the world, including emerging markets

#### Strategy of the Fund

The Fund favours a bottom-up investment strategy that focuses on the financial profitability of corporations, as well as on sustainability and its impact on the corporations' valuation. Relying on a rigorous fundamental analysis, the Fund searches for quality corporations that can maintain strong financial profitability over the long term, as well as corporations that significantly improve their financial profitability

The principal risk factors of this Fund are market risk, derivatives risk, foreign currency risk, and sovereign risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	1,628	—	—	1,628
<b>TOTAL</b>	<b>1,628</b>	<b>—</b>	<b>—</b>	<b>1,628</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	1,003	—	—	1,003
<b>TOTAL</b>	<b>1,003</b>	<b>—</b>	<b>—</b>	<b>1,003</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – GLOBAL EQUITY – DESJARDINS (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's best estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, with all other variables held constant, is as follows:

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
<b>Benchmarks</b>	%	\$	\$
MSCI All Country World Net	3.00	49	30

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past three periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019*
<b>Net Assets and Net Asset Value Per Unit (\$)</b>			
Series 5	<b>6.70</b>	5.75	5.16
Series 6	<b>6.72</b>	5.75	5.16
Series 7	<b>6.80</b>	5.79	5.16
Series 8	<b>6.77</b>	5.78	5.16
<b>Ratios and Supplemental Data</b>			
<b>Net Asset Value (\$000's)</b>			
Series 5	<b>317</b>	235	157
Series 6	<b>558</b>	304	157
Series 7	<b>208</b>	177	158
Series 8	<b>543</b>	286	158
<b>Number of units outstanding (000)</b>			
Series 5	<b>47</b>	41	31
Series 6	<b>83</b>	53	31
Series 7	<b>31</b>	31	31
Series 8	<b>80</b>	50	31
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>			
Series 5	<b>2.88</b>	2.93	2.93
Series 6	<b>2.63</b>	2.70	2.87
Series 7	<b>2.18</b>	2.18	2.36
Series 8	<b>2.32</b>	2.36	2.53
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>6.33</b>	2.53	0.64

\* Beginning of operations in October 2019.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – GLOBAL EQUITY – MFS\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading “Strategy in using Financial Instruments”

For a detailed description of each Fund’s investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Microsoft Corporation	4.9%
Alphabet	3.2%
Amazon.com	2.8%
Apple	1.7%
Aon	1.5%
Visa	1.5%
Roche Holding AG	1.5%
salesforce.com	1.5%
Adobe	1.4%
Charles Schwab Corporation	1.4%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 3		Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,435	14.4%	11,500	15.0%	11,524	15.2%	11,583	15.8%	11,561	15.6%
3 Years	15,576	15.9%	15,784	16.4%	15,816	16.5%	16,038	17.1%	15,962	16.9%
5 Years	17,131	11.4%	17,543	11.9%	17,554	11.9%	17,980	12.5%	—	—
10 Years	28,543	11.1%	29,929	11.6%	—	—	—	—	—	—
Since Inception	28,352	8.3%	16,077	3.4%	21,320	10.1%	22,100	10.6%	15,260	12.1%

\* This Fund is composed of units of the corresponding underlying investment funds.



## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	308,330	—
Investments at fair value through profit or loss (FVTPL)	67,444,658	63,984,596
Premiums receivable	25,372	1,473
Receivable for securities sold	—	127,115
Interest, dividends and other receivables	2,187	—
	<u>67,780,547</u>	<u>64,113,184</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	—	90,194
Accrued expenses	154,213	148,632
Withdrawals payable	29,886	28,182
Payable for securities purchased	271,536	—
	<u>455,635</u>	<u>267,008</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>67,324,912</b></u>	<u>63,846,176</u>
<b>NET ASSETS PER UNIT</b>		
Series 3	<u>7.57</u>	6.62
Series 5	<u>8.05</u>	7.00
Series 6	<u>10.66</u>	9.25
Series 7	<u>11.05</u>	9.54
Series 8	<u>7.63</u>	6.60

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	2,099	701
Distributions from underlying funds	5,638,174	4,679,655
Changes in fair value:		
Net realized gain (loss) on investments	1,839,746	691,452
Net unrealized gain (loss) on investments	3,519,774	2,982,358
	<u>10,999,793</u>	<u>8,354,166</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	1,447,816	1,339,319
Operating expenses	402,174	372,562
	<u>1,849,990</u>	<u>1,711,881</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>9,149,803</b></u>	<u>6,642,285</u>
<b>DATA PER SERIES</b>		
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	527,895	361,671
- per unit	0.96	0.66
Average Number of Units	552,052	548,848
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	7,177,851	5,373,689
- per unit	1.05	0.71
Average Number of Units	6,827,112	7,615,195
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	660,056	422,599
- per unit	1.41	0.92
Average Number of Units	468,785	460,623
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	93,954	81,095
- per unit	1.48	0.99
Average Number of Units	63,347	81,806
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	690,047	403,231
- per unit	1.01	0.70
Average Number of Units	685,568	579,822

The accompanying Notes are an integral part of these financial statements

## DFS GIF – GLOBAL EQUITY – MFS (continued)

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>63,846,176</u>	61,276,863
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>9,149,803</u>	6,642,285
Premiums		
Series 3	542,381	250,094
Series 5	1,753,899	1,641,534
Series 6	1,405,492	940,284
Series 7	39,811	3,269
Series 8	<u>1,732,877</u>	<u>997,404</u>
	<u>5,474,460</u>	3,832,585
Withdrawals		
Series 3	(599,890)	(333,719)
Series 5	(8,878,117)	(6,089,793)
Series 6	(1,115,897)	(908,483)
Series 7	(148,891)	(117,140)
Series 8	<u>(402,732)</u>	<u>(456,422)</u>
	<u>(11,145,527)</u>	(7,905,557)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>67,324,912</u>	63,846,176

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	9,149,803	6,642,285
Adjustments for:		
Net realized (gain) loss	(1,839,746)	(691,452)
Net unrealized (gain) loss	(3,519,774)	(2,982,358)
Non-cash distribution from investments	(5,638,174)	(4,679,655)
Proceeds from sale/maturity of investments	9,489,904	7,109,436
Investments purchased	(1,952,272)	(1,333,817)
Receivable for securities sold	127,115	(127,115)
Interest, dividends and other receivables	(2,187)	—
Accrued expenses	5,581	3,102
Payable for securities purchased	271,536	(498)
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>6,091,786</u>	3,939,928
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	5,450,561	3,839,897
Amounts paid on withdrawals	(11,143,823)	(7,896,587)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>(5,693,262)</u>	(4,056,690)
Increase (decrease) in cash/ bank overdraft	398,524	(116,762)
Cash (bank overdraft), beginning of period	<u>(90,194)</u>	26,568
CASH (BANK OVERDRAFT), END OF PERIOD	<u>308,330</u>	(90,194)
SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Interest received	—	93
Interest paid	<u>128</u>	<u>20</u>

The accompanying Notes are an integral part of these financial statements

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
Investment Funds					100.2
MFS Global Research Fund	3,063,118	55,567,485	67,444,658		
Total Investments		<b>55,567,485</b>	<b>67,444,658</b>		
Other Net Assets			(119,746)		(0.2)
Net Assets			<b>67,324,912</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Microsoft Corporation	4.9%
Alphabet	3.2%
Amazon.com	2.8%
Apple	1.7%
Aon	1.5%
Visa	1.5%
Roche Holding AG	1.5%
salesforce.com	1.5%
Adobe	1.4%
Charles Schwab Corporation	1.4%
Accenture	1.3%
Tencent Holdings	1.3%
Icon PLC	1.2%
Julius Baer Group	1.2%
Schneider Electric	1.2%
BNP Paribas	1.1%
NXP Semiconductors	1.1%
Taiwan Semiconductor Manufacturing Company	1.1%
HDFC Bank	1.1%
Truist Financial Corporation	1.1%
LVMH Moët Hennessy Louis Vuitton	1.0%
AIA Group	1.0%
Constellation Software	1.0%
Cadence Design Systems	1.0%
Nestlé SA	1.0%

## DFS GIF – GLOBAL EQUITY – MFS (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS****Objective of the Fund**

To achieve long-term capital growth by investing primarily in equity securities

**Strategy of the Fund**

To control the level of volatility of return relative to the overall stock markets by maintaining strong geographic diversification and by investing in attractively valued securities

The principal risk factors of this Fund are foreign currency, derivatives, sovereign and market risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)****Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	—	67,445	—	67,445
<b>TOTAL</b>	<b>—</b>	<b>67,445</b>	<b>—</b>	<b>67,445</b>
December 31, 2020	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	—	63,985	—	63,985
<b>TOTAL</b>	<b>—</b>	<b>63,985</b>	<b>—</b>	<b>63,985</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)****Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
Benchmarks	%	\$	\$
MSCI All Country World Net	3.00	1,881	1,798

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – GLOBAL EQUITY – MFS (continued)

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 3	<b>7.57</b>	6.62	5.96	4.86	5.05
Series 5	<b>8.05</b>	7.00	6.27	5.10	5.27
Series 6	<b>10.66</b>	9.25	8.29	6.74	6.97
Series 7	<b>11.05</b>	9.54	8.51	6.89	7.09
Series 8*	<b>7.63</b>	6.60	5.89	4.78	—
<b>Ratios and Supplemental Data</b>					
Net Asset Value (\$000's)					
Series 3	<b>4,084</b>	3,614	3,336	3,249	3,238
Series 5	<b>51,252</b>	51,199	50,273	46,949	53,619
Series 6	<b>5,152</b>	4,202	3,748	3,158	3,600
Series 7	<b>694</b>	709	742	904	399
Series 8*	<b>6,142</b>	4,122	3,178	2,124	—
Number of units outstanding (000)					
Series 3	<b>539</b>	546	560	668	641
Series 5	<b>6,367</b>	7,312	8,015	9,206	10,175
Series 6	<b>483</b>	454	452	468	516
Series 7	<b>63</b>	74	87	131	56
Series 8*	<b>805</b>	625	539	444	—
Management expense ratio (MER) <sup>1</sup> (%)					
Series 3	<b>3.34</b>	3.34	3.36	3.37	3.37
Series 5	<b>2.90</b>	2.90	2.90	2.90	2.90
Series 6	<b>2.67</b>	2.67	2.95	2.94	2.94
Series 7	<b>2.17</b>	2.18	2.46	2.43	2.46
Series 8*	<b>2.36</b>	2.35	2.63	2.64	—
Portfolio turnover rate <sup>2</sup> (%)	<b>11.64</b>	10.06	10.52	12.40	21.60

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – INTERNATIONAL EQUITY – MFS\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading "Strategy in using Financial Instruments"

For a detailed description of each Fund's investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
Nestlé SA	3.9%
Schneider Electric	3.5%
Roche Holding AG	3.2%
Capgemini SE	2.6%
Air Liquide	2.6%
LVMH Moët Hennessy Louis Vuitton	2.5%
Novo Nordisk	2.4%
SAP SE	2.1%
AIA Group	1.9%
Canadian National Railway Company	1.9%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 1		Series 3		Series 5		Series 6		Series 7	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,088	10.9%	11,124	11.2%	11,213	12.1%	11,191	11.9%	11,241	12.4%
3 Years	13,810	11.4%	13,913	11.6%	14,280	12.6%	14,156	12.3%	14,369	12.8%
5 Years	15,190	8.7%	15,352	9.0%	16,048	9.9%	15,831	9.6%	16,230	10.2%
10 Years	22,256	8.3%	22,733	8.6%	24,780	9.5%	—	—	—	—
Since Inception	18,340	2.3%	15,118	1.8%	13,898	2.3%	17,100	7.1%	17,760	7.6%

	Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	11,217	12.2%
3 Years	14,289	12.6%
Since Inception	13,460	8.4%

\* This Fund is composed of units of the corresponding underlying investment funds.

## DFS GIF – INTERNATIONAL EQUITY – MFS (continued)

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	31,689	12,276
Investments at fair value through profit or loss (FVTPL)	14,018,010	12,352,064
Premiums receivable	53,363	1,252
Interest, dividends and other receivables	105	—
	<u>14,103,167</u>	<u>12,365,592</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accrued expenses	32,486	31,428
Withdrawals payable	46,339	1,696
Payable for securities purchased	20,906	1,493
	<u>99,731</u>	<u>34,617</u>
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>14,003,436</b></u>	<u>12,330,975</u>
<b>NET ASSETS PER UNIT</b>		
Series 1	<u>9.17</u>	8.27
Series 3	<u>9.60</u>	8.63
Series 5	<u>10.91</u>	9.73
Series 6	<u>8.55</u>	7.64
Series 7	<u>8.88</u>	7.90
Series 8	<u>6.73</u>	6.00

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Interest for attribution purposes	177	7,799
Distributions from underlying funds	1,448,940	339,651
Changes in fair value:		
Net realized gain (loss) on investments	328,807	215,921
Net unrealized gain (loss) on investments	96,955	494,981
	<u>1,874,879</u>	<u>1,058,352</u>
<b>EXPENSES</b>		
Management fees and guarantee charge	332,942	302,510
Operating expenses	68,153	62,860
	<u>401,095</u>	<u>365,370</u>
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<u><b>1,473,784</b></u>	<u>692,982</u>
<b>DATA PER SERIES</b>		
<b>SERIES 1</b>		
Increase (Decrease) in Net Assets from Operations	143,560	63,895
- per unit	0.90	0.37
Average Number of Units	160,267	170,955
<b>SERIES 3</b>		
Increase (Decrease) in Net Assets from Operations	393,594	190,235
- per unit	0.97	0.42
Average Number of Units	407,344	455,979
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	384,137	179,066
- per unit	1.18	0.52
Average Number of Units	324,743	346,409
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	282,623	128,366
- per unit	0.93	0.45
Average Number of Units	304,103	283,081
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	14,923	10,212
- per unit	0.91	0.43
Average Number of Units	16,343	23,505
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	254,947	121,208
- per unit	0.74	0.41
Average Number of Units	345,326	292,642

The accompanying Notes are an integral part of these financial statements



STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>12,330,975</u>	12,496,686
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>1,473,784</u>	692,982
Premiums		
Series 1	26,609	10,386
Series 3	266,382	243,583
Series 5	268,697	296,162
Series 6	724,999	442,972
Series 7	3,000	11,620
Series 8	917,211	250,738
	<u>2,206,898</u>	1,255,461
Withdrawals		
Series 1	(120,419)	(132,573)
Series 3	(490,116)	(814,830)
Series 5	(470,518)	(678,845)
Series 6	(673,138)	(352,699)
Series 7	(51,564)	(67,155)
Series 8	(202,466)	(68,052)
	<u>(2,008,221)</u>	(2,114,154)
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>14,003,436</u>	12,330,975

STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	1,473,784	692,982
Adjustments for:		
Net realized (gain) loss	(328,807)	(215,921)
Net unrealized (gain) loss	(96,955)	(494,981)
Non-cash distribution from investments	(1,448,940)	(339,651)
Proceeds from sale/maturity of investments	1,413,650	1,680,620
Investments purchased	(1,204,894)	(455,367)
Interest, dividends and other receivables	(105)	—
Accrued expenses	1,058	(1,073)
Payable for securities purchased	19,413	715
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>(171,796)</u>	867,324
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	2,154,787	1,255,252
Amounts paid on withdrawals	(1,963,578)	(2,114,072)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>191,209</u>	(858,820)
Increase (decrease) in cash/ bank overdraft	19,413	8,504
Cash (bank overdraft), beginning of period	12,276	3,772
CASH (BANK OVERDRAFT), END OF PERIOD	<u>31,689</u>	12,276
SUPPLEMENTAL INFORMATION ON CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Interest received	—	12
Interest paid	—	6

The accompanying Notes are an integral part of these financial statements

## DFS GIF – INTERNATIONAL EQUITY – MFS (continued)

## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
Investment Funds					100.1
MFS International Equity Fund	932,148	11,564,284	14,018,010		
Total Investments		<b>11,564,284</b>	<b>14,018,010</b>		
Other Net Assets			(14,574)		(0.1)
Net Assets			<b>14,003,436</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
Nestlé SA	3.9%
Schneider Electric	3.5%
Roche Holding AG	3.2%
Capgemini SE	2.6%
Air Liquide	2.6%
LVMH Moët Hennessy Louis Vuitton	2.5%
Novo Nordisk	2.4%
SAP SE	2.1%
AIA Group	1.9%
Canadian National Railway Company	1.9%
Daikin Industries	1.9%
Hitachi	1.9%
Merck KGaA	1.9%
Hoya Corporation	1.8%
UBS Group AG	1.8%
Pernod Ricard	1.8%
Deutsche Boerse AG	1.8%
Diageo	1.7%
RELX	1.7%
Taiwan Semiconductor Manufacturing Company	1.7%
Compagnie Financière Richemont	1.6%
Compass Group	1.6%
Experian	1.6%
Akzo Nobel NV	1.6%
Beiersdorf AG	1.6%

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### STRATEGY IN USING FINANCIAL INSTRUMENTS

#### Objective of the Fund

To provide investors with long-term capital growth based on an internationally diversified equity portfolio by investing primarily in Europe and the Far East

#### Strategy of the Fund

To invest its assets primarily in the common shares of large corporations with attractive relative valuations located in many countries

The principal risk factors of this Fund are foreign currency, derivatives, sovereign and market risk

### FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)

#### Hierarchy of Financial Instruments Measured at Fair Value

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

#### Fair Value Hierarchy (in \$'000)

December 31, 2021	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	—	14,018	—	14,018
<b>TOTAL</b>	<b>—</b>	<b>14,018</b>	<b>—</b>	<b>14,018</b>

  

December 31, 2020	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial Assets at FVTPL				
Non-Related Investment Funds	—	12,352	—	12,352
<b>TOTAL</b>	<b>—</b>	<b>12,352</b>	<b>—</b>	<b>12,352</b>

#### Transfers between Levels 1 and 2

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

### FINANCIAL INSTRUMENTS RISKS (Note 7)

#### Underlying Fund Risk Management

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## DFS GIF – INTERNATIONAL EQUITY – MFS (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**Currency Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Interest Rate Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Concentration Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Price Risk (in \$'000)**

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
Benchmarks	%	\$	\$
MSCI EAFE Net	3.00	384	339

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

**Credit Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

**Liquidity Risk**

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 1	<b>9.17</b>	8.27	7.84	6.64	7.03
Series 3	<b>9.60</b>	8.63	8.17	6.90	7.30
Series 5	<b>10.91</b>	9.73	9.12	7.64	8.01
Series 6	<b>8.55</b>	7.64	7.19	6.04	6.34
Series 7	<b>8.88</b>	7.90	7.39	6.18	6.46
Series 8*	<b>6.73</b>	6.00	5.62	4.71	—
<b>Ratios and Supplemental Data</b>					
<b>Net Asset Value (\$000's)</b>					
Series 1	<b>1,396</b>	1,346	1,404	1,426	2,097
Series 3	<b>3,796</b>	3,626	4,007	3,912	4,175
Series 5	<b>3,387</b>	3,205	3,409	3,693	4,304
Series 6	<b>2,511</b>	2,177	1,958	1,953	1,677
Series 7	<b>129</b>	163	208	412	197
Series 8*	<b>2,783</b>	1,814	1,510	977	—
<b>Number of units outstanding (000)</b>					
Series 1	<b>152</b>	163	179	215	298
Series 3	<b>396</b>	420	491	567	572
Series 5	<b>311</b>	330	374	483	537
Series 6	<b>294</b>	285	272	323	264
Series 7	<b>15</b>	21	28	67	31
Series 8*	<b>413</b>	302	269	207	—
<b>Management expense ratio (MER)<sup>1</sup> (%)</b>					
Series 1	<b>3.86</b>	3.85	3.84	3.84	3.83
Series 3	<b>3.63</b>	3.61	3.62	3.64	3.65
Series 5	<b>2.72</b>	2.73	2.73	2.75	2.75
Series 6	<b>2.94</b>	2.97	3.03	3.00	3.02
Series 7	<b>2.52</b>	2.46	2.52	2.50	2.55
Series 8*	<b>2.65</b>	2.65	2.72	2.70	—
<b>Portfolio turnover rate<sup>2</sup> (%)</b>	<b>10.86</b>	6.82	9.83	18.90	16.90

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## DFS GIF – INTERNATIONAL EQUITY GROWTH – DESJARDINS\*

## SUMMARY FACTS STATEMENT — unaudited

The following unaudited section shows the Top holdings of the Fund and performance data for the period ending December 31, 2021. The current objective and strategy of the Fund can be found in the audited Notes to the Financial Statements – Specific Information as at December 31, 2021 section of this document under the section heading “Strategy in using Financial Instruments”

For a detailed description of each Fund’s investment policy and where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s) is available upon request by writing to the Company at 1 Complexe Desjardins, P.O. Box 9000, Montréal, Québec, H5B 1H5

## TOP MAJOR HOLDINGS OF THE UNDERLYING FUND AS OF DECEMBER 31, 2021 — unaudited

Security Name	Percentage
ASML Holding	7.8%
Adyen	5.3%
Kering	4.7%
MercadoLibre	4.0%
Moderna	4.0%
Zalando	3.9%
M3	3.5%
Spotify Technology	3.4%
Tencent Holdings	3.2%
Tesla	2.8%

## PERFORMANCE INFORMATION FOR THE PERIOD ENDING DECEMBER 31, 2021 — unaudited

	Series 5		Series 6		Series 7		Series 8	
	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)	\$10,000 Lump Sum Value	Total Gain (Annualized)
1 Year	9,328	(6.7%)	9,353	(6.5%)	9,400	(6.0%)	9,381	(6.2%)
3 Years	20,284	26.6%	20,380	26.8%	20,700	27.4%	20,585	27.2%
5 Years	24,454	19.6%	24,670	19.8%	25,272	20.4%	—	—
Since Inception	37,200	15.2%	25,720	12.8%	26,620	13.3%	17,580	16.5%

\* This Fund is composed of units of the corresponding underlying investment funds.

## STATEMENT OF FINANCIAL POSITION

As at December 31

	2021	2020
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	—	140,129
Investments at fair value through profit or loss (FVTPL)	<b>48,120,807</b>	35,056,903
Premiums receivable	<b>131,733</b>	48,419
Receivable for securities sold	<b>34,253</b>	—
	<b>48,286,793</b>	35,245,451
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Bank overdraft	<b>33,769</b>	—
Accrued expenses	<b>106,217</b>	74,469
Withdrawals payable	<b>143,673</b>	22,770
Payable for securities purchased	<b>37,771</b>	175,332
	<b>321,430</b>	272,571
<b>NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b>47,965,363</b>	34,972,880
<b>NET ASSETS PER UNIT</b>		
Series 5	<b>18.60</b>	19.94
Series 6	<b>12.86</b>	13.75
Series 7	<b>13.31</b>	14.16
Series 8	<b>8.79</b>	9.37

## STATEMENT OF COMPREHENSIVE INCOME

Periods Ended December 31

	2021	2020
	\$	\$
<b>INCOME</b>		
Distributions from underlying funds	<b>4,946,422</b>	93,467
Changes in fair value:		
Net realized gain (loss) on investments	<b>1,373,452</b>	704,445
Net unrealized gain (loss) on investments	<b>(8,300,466)</b>	12,947,640
	<b>(1,980,592)</b>	13,745,552
<b>EXPENSES</b>		
Management fees and guarantee charge	<b>1,106,326</b>	575,824
Operating expenses	<b>111,564</b>	57,327
	<b>1,217,890</b>	633,151
<b>INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS ATTRIBUTABLE TO CONTRACT OWNERS</b>	<b>(3,198,482)</b>	13,112,401
<b>DATA PER SERIES</b>		
<b>SERIES 5</b>		
Increase (Decrease) in Net Assets from Operations	<b>(388,148)</b>	2,659,503
- per unit	<b>(1.31)</b>	8.70
Average Number of Units	<b>295,228</b>	305,560
<b>SERIES 6</b>		
Increase (Decrease) in Net Assets from Operations	<b>(1,231,113)</b>	5,235,115
- per unit	<b>(0.93)</b>	6.04
Average Number of Units	<b>1,327,999</b>	866,321
<b>SERIES 7</b>		
Increase (Decrease) in Net Assets from Operations	<b>(81,693)</b>	263,550
- per unit	<b>(0.93)</b>	5.93
Average Number of Units	<b>87,480</b>	44,429
<b>SERIES 8</b>		
Increase (Decrease) in Net Assets from Operations	<b>(1,497,528)</b>	4,954,233
- per unit	<b>(0.69)</b>	4.15
Average Number of Units	<b>2,158,469</b>	1,192,373

The accompanying Notes are an integral part of these financial statements

## DFS GIF – INTERNATIONAL EQUITY GROWTH – DESJARDINS (continued)

STATEMENT OF CHANGES IN NET ASSETS  
ATTRIBUTABLE TO CONTRACT OWNERS

Periods Ended December 31

	2021	2020
	\$	\$
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, BEGINNING OF PERIOD	<u>34,972,880</u>	<u>15,427,192</u>
Increase (Decrease) in Net Assets from operations attributable to contract owners	<u>(3,198,482)</u>	<u>13,112,401</u>
Premiums		
Series 5	1,956,006	1,420,549
Series 6	12,003,265	4,926,063
Series 7	1,205,422	67,951
Series 8	<u>12,950,746</u>	<u>6,153,879</u>
	<u>28,115,439</u>	<u>12,568,442</u>
Withdrawals		
Series 5	(2,012,154)	(1,631,593)
Series 6	(5,879,242)	(2,681,630)
Series 7	(284,532)	(231,499)
Series 8	<u>(3,748,546)</u>	<u>(1,590,433)</u>
	<u>(11,924,474)</u>	<u>(6,135,155)</u>
NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS, END OF PERIOD	<u>47,965,363</u>	<u>34,972,880</u>

## STATEMENT OF CASH FLOWS

Periods Ended December 31

	2021	2020
	\$	\$
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets from operations attributable to contract owners	(3,198,482)	13,112,401
Adjustments for:		
Net realized (gain) loss	(1,373,452)	(704,445)
Net unrealized (gain) loss	8,300,466	(12,947,640)
Non-cash distribution from investments	(4,946,422)	(93,467)
Proceeds from sale/maturity of investments	4,117,937	2,392,126
Investments purchased	(19,162,433)	(8,234,549)
Receivable for securities sold	(34,253)	—
Accrued expenses	31,748	38,529
Payable for securities purchased	(137,561)	173,433
NET CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES	<u>(16,402,452)</u>	<u>(6,263,612)</u>
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		
Premium payments	28,032,125	12,521,604
Amounts paid on withdrawals	(11,803,571)	(6,119,531)
NET CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES	<u>16,228,554</u>	<u>6,402,073</u>
Increase (decrease) in cash/ bank overdraft	(173,898)	138,461
Cash (bank overdraft), beginning of period	<u>140,129</u>	<u>1,668</u>
CASH (BANK OVERDRAFT), END OF PERIOD	<u>(33,769)</u>	<u>140,129</u>

The accompanying Notes are an integral part of these financial statements



## SCHEDULE OF INVESTMENT PORTFOLIO

As at December 31, 2021

	PAR VALUE / NUMBER OF SECURITIES	COST		FAIR VALUE	
		\$	\$	\$	%
<b>Investment Funds</b>					100.3
Desjardins Overseas Equity Growth Fund, I-Class	1,201,728	41,916,280	48,120,807		
<b>Total Investments</b>		<b>41,916,280</b>	<b>48,120,807</b>		
<b>Other Net Assets</b>			(155,444)		(0.3)
<b>Net Assets</b>			<b>47,965,363</b>		100

The accompanying Notes are an integral part of these financial statements

## TOP 25 HOLDINGS OF THE UNDERLYING FUND – unaudited

Security Name	Percentage
ASML Holding	7.8%
Adyen	5.3%
Kering	4.7%
MercadoLibre	4.0%
Moderna	4.0%
Zalando	3.9%
M3	3.5%
Spotify Technology	3.4%
Tencent Holdings	3.2%
Tesla	2.8%
Ferrari	2.8%
Meituan	2.7%
Nidec	2.6%
Atlas Copco	2.6%
HelloFresh	2.5%
Genmab	2.2%
L'Oréal	2.2%
Delivery Hero	2.1%
Taiwan Semiconductor Manufacturing Company	2.1%
Sartorius	2.0%
Alibaba Group Holding	1.8%
NVIDIA Corporation	1.8%
Cash and Cash Equivalents	1.8%
Argenx	1.8%
Ocado Group	1.7%

## DFS GIF – INTERNATIONAL EQUITY GROWTH – DESJARDINS (continued)

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

**STRATEGY IN USING FINANCIAL INSTRUMENTS****Objective of the Fund**

To achieve long-term capital growth by investing in equity and equity related securities of companies located or operating outside of North America, while when appropriate, also investing in equity and equity related securities of companies located or operating in emerging markets

**Strategy of the Fund**

Investment decisions are backed by extensive research and analysis with preference given to those companies that can sustain above average growth in earnings and cash flow and whose securities are traded at a reasonable price. The investment approach involves a bottom-up, stock driven approach to country and sector allocation and more specifically, those companies with sustainable competitive advantages and strong management teams operating in a favourable market background and display solid financial characteristics

The principal risk factors of this Fund are market risk, derivatives risk, foreign currency risk, and sovereign risk

**FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE (Note 7)****Hierarchy of Financial Instruments Measured at Fair Value**

The following tables categorize the Fund's financial assets fair value measurement according to a three-level hierarchy. The methodology used for valuing securities is not necessarily an indication of the risk associated with investing in those securities. Fair value measurement is described in the "Significant Accounting Policies" section of Note 2

*Fair Value Hierarchy (in \$'000)*

December 31, 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	48,121	—	—	48,121
<b>TOTAL</b>	<b>48,121</b>	<b>—</b>	<b>—</b>	<b>48,121</b>
December 31, 2020	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets at FVTPL				
Non-Related Investment Funds	35,057	—	—	35,057
<b>TOTAL</b>	<b>35,057</b>	<b>—</b>	<b>—</b>	<b>35,057</b>

*Transfers between Levels 1 and 2*

During the periods ended December 31, 2021 and 2020, there were no transfers of securities between Levels 1 and 2

**FINANCIAL INSTRUMENTS RISKS (Note 7)****Underlying Fund Risk Management**

Monthly, the investment strategy team compares the underlying fund's performance to similar funds as well as to the related benchmarks

Quarterly, this team makes an analysis of the underlying fund's performance. This analysis includes among others a review of the securities having obtained a greater or lower performance than forecasts, an evaluation of the strategies used as well as a complete analysis of the sector. It also ensures the compliance with the Fund's investment policies. Furthermore, it examines thoughtfully any change within the organization, such as the recruitment, the departure of key staff or any structure modification

Annually, this team reviews the practices and processes used by the underlying fund's managers through an exhaustive questionnaire and periodic meetings

## NOTES TO THE FINANCIAL STATEMENTS – SPECIFIC INFORMATION

As at December 31, 2021 and 2020

### Currency Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to currency risk. As a result, the Fund may be exposed to currency risk related to the current underlying fund. Detailed disclosure about the currency risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Interest Rate Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to interest rate risk. As a result, the Fund may be exposed to interest rate risk related to the current underlying fund. Detailed disclosure about the interest rate risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Concentration Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to concentration risk. As a result, the Fund is exposed to concentration risk related to the current underlying fund. Detailed disclosure about the concentration risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Price Risk (in \$'000)

The majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to price risk. As a result, the Fund is exposed to price risk related to the current underlying fund. Detailed disclosure about the price risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

The Manager's estimate of the impact on Net Assets Attributable to Contract Owners as a result of a reasonably possible change in benchmarks, using a historical beta coefficient (a measure of the sensitivity of a security in comparison to the market) between the Fund's return as compared to the return of the Fund's benchmarks, with all other variables held constant, is included in the following table. A 36-month regression analysis has been utilized to estimate the historical beta coefficient. The regression analysis uses data based on the monthly returns of the Fund

	Change in Price	Impact on Net Assets Attributable to Contract Owners	
		December 31, 2021	December 31, 2020
Benchmarks	%	\$	\$
MSCI EAFE Net	3.00	1,303	1,124

When there is more than one benchmark, the effect of each benchmark must be considered individually, as each benchmark might fluctuate independently from the others

In practice, actual trading results may differ from these sensitivity analyses and the differences could be significant

### Credit Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which may be exposed to credit risk. As a result, the Fund may be exposed to credit risk related to the current underlying fund. Detailed disclosure about the credit risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

### Liquidity Risk

As at December 31, 2021 and 2020, the majority of the Net Assets Attributable to Contract Owners are invested in an underlying fund which is exposed to liquidity risk. As a result, the Fund is exposed to liquidity risk related to the current underlying fund. Detailed disclosure about the liquidity risk on the underlying fund can be obtained from Desjardins Financial Security (see Note 7)

For further information on maturities of financial liabilities and liquidity risk management of the Fund, please refer to Note 7 "Financial Instruments Disclosures"

## DFS GIF – INTERNATIONAL EQUITY GROWTH – DESJARDINS (continued)

## FINANCIAL HIGHLIGHTS — unaudited

The following table shows selected key financial information about the Fund and is intended to help you understand the Fund's financial performance for the past five periods. This information is derived from the Fund's audited annual financial statements

As at December 31	2021	2020	2019	2018	2017
<b>Net Assets and Net Asset Value Per Unit (\$)</b>					
Series 5	<b>18.60</b>	19.94	11.54	9.17	10.16
Series 6	<b>12.86</b>	13.75	7.95	6.31	6.97
Series 7	<b>13.31</b>	14.16	8.14	6.43	7.08
Series 8*	<b>8.79</b>	9.37	5.40	4.27	—
<b>Ratios and Supplemental Data</b>					
Net Asset Value (\$000's)					
Series 5	<b>5,367</b>	5,811	3,363	3,348	2,287
Series 6	<b>18,743</b>	13,850	6,370	4,785	3,222
Series 7	<b>1,351</b>	512	412	388	516
Series 8*	<b>22,505</b>	14,800	5,283	3,569	—
Number of units outstanding (000)					
Series 5	<b>289</b>	291	291	365	225
Series 6	<b>1,457</b>	1,007	802	758	462
Series 7	<b>101</b>	36	51	60	73
Series 8*	<b>2,560</b>	1,580	979	836	—
Management expense ratio (MER) <sup>1</sup> (%)					
Series 5	<b>3.08</b>	3.09	3.08	3.11	3.10
Series 6	<b>2.79</b>	2.78	2.94	2.94	2.94
Series 7	<b>2.31</b>	2.31	2.47	2.44	2.53
Series 8*	<b>2.45</b>	2.46	2.62	2.64	—
Portfolio turnover rate <sup>2</sup> (%)	<b>9.13</b>	10.64	18.19	9.50	6.78

\* Beginning of operations in April 2018.

<sup>1</sup> The management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs and withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. The management expense ratios reflected are those presented in the Fund Facts for each series.

<sup>2</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

# NOTES TO THE FINANCIAL STATEMENTS

Periods Ended December 31, 2021 and 2020

## 1. ESTABLISHMENT OF THE FUNDS

The Desjardins Financial Security Guaranteed Investment Funds (the Funds) consist of forty-eight Funds established by Desjardins Financial Security Life Assurance Company (Desjardins Financial Security or the Company) in respect of individual variable insurance contracts issued under the Desjardins Financial Security Guaranteed Investment Funds Plan – Helios and Helios2, the Millennia III Plan and the Imperial Growth Plan. The assets of each Fund are segregated from the Company's other assets and are owned by Desjardins Financial Security. The Funds are not separate legal entities. The Company's head office is located at 200, rue des Commandeurs, Lévis, Québec, Canada G6V 6R2

The Funds were established on the following dates:

	Series 1	Series 3	Series 5	Series 6	Series 7	Series 8	Series IGP
<b>INVESTMENT SOLUTIONS</b>							
Conservative	—	—	Oct. 16, 2015	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Moderate	—	—	Oct. 16, 2015	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Balanced	—	—	Oct. 16, 2015	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Growth	—	—	Oct. 16, 2015	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Maximum Growth	—	—	Oct. 16, 2015	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
<b>RESPONSIBLE INVESTMENT PORTFOLIOS</b>							
Conservative – Desjardins SocieTerra	—	—	Apr. 25, 2018	Apr. 25, 2018	Apr. 25, 2018	Apr. 25, 2018	—
Moderate – Desjardins SocieTerra	—	—	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	—
Balanced – Desjardins SocieTerra	—	—	Oct. 16, 2015	Oct. 16, 2015	Oct. 16, 2015	Apr. 24, 2018	—
Growth – Desjardins SocieTerra	—	—	Apr. 25, 2018	Apr. 25, 2018	Apr. 25, 2018	Apr. 25, 2018	—
Maximum Growth – Desjardins SocieTerra	—	—	Apr. 25, 2018	Apr. 25, 2018	Apr. 25, 2018	Apr. 25, 2018	—
100% Equity – Desjardins SocieTerra	—	—	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	—
<b>WISE ETF PORTFOLIOS</b>							
Fixed Income – Desjardins Wise ETF	—	—	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	—
Conservative – Desjardins Wise ETF	—	—	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	—
Balanced – Desjardins Wise ETF	—	—	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	—
Growth – Desjardins Wise ETF	—	—	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	—
Maximum Growth – Desjardins Wise ETF	—	—	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	—
100% Equity – Desjardins Wise ETF	—	—	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	—
<b>INDIVIDUAL FUNDS</b>							
<b>Income</b>							
Money Market	Nov. 20, 1995	Dec. 14, 1998	Oct. 26, 2007	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	Nov. 7, 2014
Canadian Bond	Nov. 16, 2020	Nov. 16, 2020	Oct. 16, 2015	Oct. 16, 2015	Oct. 16, 2015	Apr. 24, 2018	—
Global Tactical Bond – Desjardins	—	—	Sept. 23, 2019	Sept. 23, 2019	Sept. 23, 2019	Sept. 23, 2019	—
<b>Balanced and Asset Allocation</b>							
Diversified Income – Franklin Quotential	—	Oct. 30, 2000	Oct. 26, 2007	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Balanced Income – Franklin Quotential	—	Oct. 30, 2000	Oct. 26, 2007	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Canadian Balanced – Fidelity	—	Dec. 1, 2008	Dec. 1, 2008	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
U.S. Monthly Income – Fidelity	—	—	Oct. 16, 2015	Oct. 16, 2015	Oct. 16, 2015	Apr. 24, 2018	—
Global Balanced – Jarislowsky Fraser	—	Nov. 17, 2003	Oct. 26, 2007	Oct. 16, 2015	Oct. 16, 2015	Apr. 24, 2018	—
Canadian Balanced – Fiera Capital	Nov. 20, 1995	Dec. 14, 1998	Oct. 26, 2007	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Balanced Growth – Franklin Quotential	—	Dec. 11, 2006	Oct. 26, 2007	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Canadian Balanced – CI Signature	—	—	May 3, 2010	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Income and Growth – CI Signature	—	—	Sept. 24, 2012	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Growth and Income – NEI	—	Dec. 11, 2006	Oct. 26, 2007	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Growth – NEI Select	—	Jan. 14, 2002	Oct. 26, 2007	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Asset Allocation – Cambridge	—	—	Sept. 24, 2012	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Growth – Franklin Quotential	—	Oct. 30, 2000	Oct. 26, 2007	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—

## NOTES TO THE FINANCIAL STATEMENTS (continued)

	Series 1	Series 3	Series 5	Series 6	Series 7	Series 8	Series IGP
<b>Canadian Equity</b>							
Dividend Income – Desjardins	—	Sept. 23, 2019	Sept. 23, 2019	Sept. 23, 2019	Sept. 23, 2019	Sept. 23, 2019	—
Canadian Dividend – NEI	—	—	Sept. 24, 2012	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Canadian Equity – Desjardins	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020	Nov. 16, 2020
Canadian Equity – Jarislowsky Fraser	—	Dec. 5, 2005	Oct. 26, 2007	Oct. 16, 2015	Oct. 16, 2015	Apr. 24, 2018	—
Canadian Equity – Fidelity True North®	—	Dec. 1, 2008	Dec. 1, 2008	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Canadian Equity – Franklin Bissett	Nov. 25, 2016	Apr. 17, 2000	Oct. 26, 2007	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	Nov. 25, 2016
Canadian Small Cap Equity – NEI	—	Dec. 11, 2006	Oct. 26, 2007	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Small Cap – Franklin Bissett	—	Apr. 17, 2000	Oct. 26, 2007	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
<b>Foreign Equity</b>							
American Equity – MFS	—	Apr. 17, 2000	Oct. 26, 2007	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
American Equity Value – Desjardins	Nov. 20, 1995	Dec. 14, 1998	Oct. 26, 2007	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Global Dividend – Desjardins	—	—	Sept. 24, 2012	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
Global Equity – Desjardins	—	—	Sept. 23, 2019	Sept. 23, 2019	Sept. 23, 2019	Sept. 23, 2019	—
Global Equity – MFS	—	Dec. 1, 2008	Oct. 29, 2007	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
International Equity – MFS	Nov. 20, 1995	Dec. 14, 1998	Oct. 26, 2007	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—
International Equity Growth – Desjardins	—	—	Sept. 24, 2012	Feb. 24, 2014	Feb. 24, 2014	Apr. 24, 2018	—

The information provided in these financial statements and notes thereto is as at December 31, 2021 and 2020, and for the 12-month periods ended on those dates, as applicable. For Funds established in either period, the "period" represents the period from the establishment date to December 31 of that period. The establishment date of the Fund is the earliest date presented for the series listed above.

The Company opened the following Funds:

DATE	NAMES OF THE FUNDS	SERIES
November 16, 2020	DFS GIF – Moderate – Desjardins SocieTerra	5, 6, 7 and 8
	DFS GIF – 100% Equity – Desjardins SocieTerra	5, 6, 7 and 8
	DFS GIF – Canadian Equity – Desjardins	1, 3, 5, 6, 7, 8 and IGP
	DFS GIF – Fixed Income – Desjardins Wise ETF	5, 6, 7 and 8
	DFS GIF – Conservative – Desjardins Wise ETF	5, 6, 7 and 8
	DFS GIF – Balanced – Desjardins Wise ETF	5, 6, 7 and 8
	DFS GIF – Growth – Desjardins Wise ETF	5, 6, 7 and 8
	DFS GIF – Maximum Growth – Desjardins Wise ETF	5, 6, 7 and 8
	DFS GIF – 100% Equity – Desjardins Wise ETF	5, 6, 7 and 8

The Company made modifications to the Fund names for the following Funds:

DATE	OLD FUND NAME	NEW FUND NAME
November 16, 2020	DFS GIF – Growth and Income – NEI Northwest	DFS GIF – Growth and Income – NEI
	DFS GIF – Global Growth – NEI Select	DFS GIF – Growth – NEI Select
	DFS GIF – Canadian Asset Allocation – CI Cambridge	DFS GIF – Asset Allocation – Cambridge
	DFS GIF – Canadian Dividend – NEI Northwest	DFS GIF – Canadian Dividend – NEI
	DFS GIF – Specialty Equity – NEI Northwest	DFS GIF – Canadian Small Cap Equity – NEI

The Company closed the following Funds:

DATE	NAME OF THE FUNDS
November 27, 2020	DFS GIF – Income – Fiera Capital

The main activities of the Funds are disclosed in the section "Notes to the Financial Statements – Specific Information" pertaining to each Fund.

## 2. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

### BASIS OF PRESENTATION

#### Statement of Compliance

The policies applied in the preparation of these financial statements are in accordance with International Financial Reporting Standards (IFRS). The financial statements have been authorized for issue by the Audit and Risk Management Committee of the Company on April 12, 2022.

## SIGNIFICANT ACCOUNTING POLICIES

The significant measurement and presentation policies applied to prepare these financial statements are described below

### Financial Assets and Liabilities

Upon initial recognition, financial assets and liabilities are recorded at fair value. The Funds' financial assets consist primarily of investments in non-derivative financial instruments and derivative financial instruments presented in the Schedule of Investment Portfolio. Financial liabilities consist primarily of derivative financial instruments

Financial assets and liabilities are recognized on the date that the Funds become a party to the contractual provisions of the instrument, namely the trade date of the financial instrument

Financial assets are derecognized when the rights to receive cash flows from the investments have expired or the Funds have transferred substantially all the risks and rewards of ownership

### Classification and Measurement

The Funds classify and measure financial instruments in accordance with IFRS 9, *Financial Instruments*. Financial assets are measured at amortized cost, at FVTPL or at fair value through other comprehensive income depending on the contractual cash flow characteristics and the business model for managing the financial assets

The portfolios of financial assets are managed and performance is evaluated on a fair value basis. The Funds are primarily focused on fair value information and use that information to assess the assets' performance and to make decisions. The contractual cash flows of the Funds' debt securities are solely principal and interest, however, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Funds' business model's objective. Consequently, all investments are measured at FVTPL

The Funds' obligation concerning net assets attributable to Contract Owners is recorded at the redemption amount which approximates fair value. The accounting policies used to measure the fair value of investments and derivative financial instruments are identical to those used in measuring the net asset value for transactions with Contract Owners, except when the closing price for financial assets and liabilities is not within the bid-ask spread

As at December 31, 2021 and 2020, there are no differences between the Funds' net asset value per unit for transactions and their net assets attributable to Contract Owners per unit in accordance with IFRS

### Impairment

As for the impairment model, it is applicable to financial assets, loan commitments and financial collateral contracts, except for financial instruments at FVTPL or designated at fair value through other comprehensive income

With respect to financial assets measured at amortized cost, the Funds consider both historical analysis and forward-looking information in determining any expected credit loss. As at the financial statement date, all financial assets measured at amortized cost are due to be settled within the short term. The Funds consider that the risk of default of these financial assets is low and that the counterparties have a strong capacity to meet their contractual obligation in the near term. Given the limited exposure of the Funds to credit risk from financial assets recorded at amortized cost, no loss allowance has been recognized as no such impairment will have a significant impact on the financial statements

### Determination of the Fair Value of Financial Instruments

Fair value is the price that would be received from selling an asset or paid to transfer a liability in an orderly transaction between market participants at the valuation date. The fair value of financial assets and liabilities traded in active markets are based on quoted market prices at the close of trading on the valuation date. The Funds use the closing price for both financial assets and financial liabilities when this price falls within the bid-ask spread. In circumstances when the closing price is not within the bid-ask spread, the Company determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances

The fair value of financial assets and liabilities that are not traded in an active market, including over-the-counter derivative financial instruments, is determined using valuation techniques. The Funds use a variety of methods and make assumptions that are based on market conditions existing at each valuation date

Valuation techniques include the use of comparable recent arm's length transactions, the fair value of other instruments that are substantially the same, discounted cash flow analysis, option pricing models and other techniques commonly used by market participants and which use observable inputs. Refer to Note 7 "Financial Instruments Disclosures" for further information about the Funds' fair value measurements

### Cash

Cash (bank overdraft) is measured at cost, which approximates fair value

### Money Market Securities

Money market securities are recorded at cost including accrued interest, which closely approximates fair value

### Equities, Index-Based Investments and Exchange Traded Funds

Equities, index-based investments and exchange traded funds are recorded at the closing price of the stock exchange on which the corresponding security is principally traded. Unlisted warrants are valued with a recognized valuation model, including Black-Scholes

## NOTES TO THE FINANCIAL STATEMENTS (continued)

### ***Bonds, Mortgage-Backed Securities and Asset-Backed Securities***

Bonds, mortgage-backed securities and asset-backed securities are valued based on prices obtained from recognized securities dealers

### ***Investment Funds***

The underlying funds' units are generally valued based on the net asset value per unit provided by the underlying fund's manager on each valuation day

### ***Derivative Financial Instruments***

Certain Funds may use an array of derivative financial instruments such as foreign currency forward contracts, forward contracts and standardized futures contracts for hedging purposes or purposes other than hedging, or both. The fair value of derivative financial instruments takes into account the impact of legally binding master netting agreements, if applicable. Refer to the section "Offsetting Financial Assets and Financial Liabilities" for further information about the Funds' offsetting

### **Foreign Currency Forward Contracts and Forward Contracts**

The fair value of these instruments corresponds to the gains or losses that would result from the contract close-out on the valuation date; this value is recorded in "Unrealized appreciation (depreciation) on derivatives" in the Statement of Financial Position

### **Standardized Futures Contracts**

Standardized futures contracts are valued at fair value and are settled daily through brokers acting as intermediaries. Any amounts receivable (payable) from the settlement of standardized futures contracts are recorded in "Receivable (Payable) on standardized futures contracts" in the Statement of Financial Position

### **Valuation of Unlisted Securities and Other Investments**

When the valuation principles of the aforementioned investments are not appropriate, fair value is determined according to the Company's best estimates, based on established valuation procedures and on prevailing market conditions on each valuation date. These procedures cover, among others, securities no longer traded, securities issued by private corporations and illiquid securities. For further information, refer to Note 3 "Critical Accounting Judgments, Estimates and Assumptions"

### **Investment Transactions**

Investment transactions are accounted for on the trade date. Cost is determined on an average cost basis except for money market securities, for which the cost is determined using the First In First Out method. The average cost does not include amortization of premiums or discounts on fixed-income securities with the exception of stripped bonds. Transaction costs, such as brokerage commissions, incurred in the purchase and sale of securities by the Funds, are recognized in the Statement of Comprehensive Income. The difference between the unrealized appreciation (depreciation) of investments at the beginning and at the end of the period is included in "Net unrealized gain (loss) on investments" in the Statement of Comprehensive Income. On disposal of an investment, the difference between the fair value and the cost of the investment is included in "Net realized gain (loss) on investments" in the Statement of Comprehensive Income

### **Securities Lending Activities**

Certain Funds may enter into securities lending, repurchase transactions and reverse repurchase transactions through the securities lending program of the Funds' custodian, Desjardins Trust Inc. (Trust)

The securities loaned and repurchased are not derecognized in the Statement of Financial Position as substantially all the risks and rewards of ownership of these securities are retained

To limit the risk that the counterparty fails to fulfill its obligations, the Funds obtain collateral, representing at least 102% of the contract amount, determined daily based on the fair value of the previous business day's securities loaned or repurchase transactions. The collateral for reverse repurchase transactions is at least 100%. Securities received as collateral in securities lending transactions are not recognized in the Statement of Financial Position as substantially all the risks and rewards of ownership of these securities have not been transferred to the Funds. Cash guarantees received for securities lending and repurchase transactions are recognized as financial assets in the Statement of Financial Position, in "Cash guarantee received for securities lending" or "Cash guarantee received for repurchase transactions", as appropriate. A liability representing the obligation to return the securities is recognized in "Commitments related to securities lending" or "Commitments related to repurchase transactions", as appropriate. Cash guarantees given for reverse repurchase transactions are recognized as financial liabilities in the Statement of Financial Position, in "Cash guarantee given for reverse repurchase transaction". An asset representing the commitment to receive the securities is recognized in "Commitments related to reverse repurchase transactions"

Trust, as the Funds' custodian, may use those amounts to buy investments. Revenue generated through the Trust's securities lending program is shared by the Fund and the Trust at the rate presented in the section "Notes to the Financial Statements – Specific Information" pertaining to each Fund. This revenue is included in "Revenue from securities lending activities" in the Statement of Comprehensive Income

### **Offsetting Financial Assets and Financial Liabilities**

A financial asset and a financial liability must be offset in the Fund's Statement of financial position when, and only when, the Fund has a legally enforceable and unconditional right to offset the amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously. The Fund has a legally enforceable and unconditional right to offset a financial asset and a financial liability when such right is enforceable in the normal course of business and in the event of default, insolvency or bankruptcy

Over-the-counter derivative financial instruments, securities lending and repurchase agreements, receivable for investments sold and payable for investments purchased are subject to master netting or similar agreements that do not meet the criteria for offsetting in the Statement of Financial Position as they give a right to an offset that is enforceable only in the event of default, insolvency or bankruptcy



## Other Assets and Liabilities

Premiums receivable, receivable for investments sold, cash guarantee received for securities lending and repurchase transactions, commitments related to reverse repurchase transactions as well as interest, dividends and other receivables are measured at amortized cost

Similarly, accrued expenses, withdrawals payable, payable for investments purchased, commitments related to securities lending and repurchase transactions, cash guarantee given for reverse repurchase transactions as well as interest, dividends and other payables are measured at amortized cost

Given the short-term nature of other assets and liabilities, their carrying amount approximates their fair value

## Income

Interest for attribution purposes from investments in debt securities presented in the Statement of Comprehensive Income is recognized as it is earned. This category can include other incomes. The Funds do not amortize premiums paid or discounts received on the purchase of debt securities except for stripped bonds. Dividends are recognized as income on the ex-dividend date. Income received from exchange traded funds and income trusts are presented in "Dividends". Notional distributions received from ETFs are considered non-cash transactions and increase the average costs for those ETFs. Amounts from investments that are treated as a return of capital for income tax purposes reduce the average cost of those investments. Foreign interest and dividend income are accounted for on a gross basis and are included in the income section of the Statement of Comprehensive Income

The income from Limited Partnership includes income attributed for tax purposes and are presented in "Distributions from underlying funds". Distributions received from underlying funds are recorded at the date of distribution. They are included in "Distributions from underlying funds" and are presented in the Statement of Comprehensive Income. Distributions received in the form of units from underlying funds are presented in "Non-cash distributions from investments" in the Statement of Cash Flows

On derivative financial instruments contract close-out, the gains and losses from derivative financial instruments held for hedging purposes are included in "Net realized gain (loss) on derivatives" of the Statement of Comprehensive Income. Gains and losses from derivative financial instruments held for purposes other than hedging are included in "Net income (loss) from derivatives" of the Statement of Comprehensive Income

## Foreign Currency Translation

The Funds' financial statements, premiums and withdrawals are denominated in Canadian dollars, the Funds' functional and presentation currency. Foreign currency assets and liabilities denominated in a foreign currency are translated into the functional currency at the exchange rate on each valuation date. Purchases and sales of securities, as well as income and expenses denominated in foreign currencies are translated into the functional currency at the exchange rates prevailing on the transaction dates

Foreign exchange gains and losses relating to cash are presented as "Foreign exchange gain (loss) on cash" and those relating to other financial assets and liabilities are presented within "Net realized gain (loss) on investments" and "Net unrealized gain (loss) on investments" in the Statement of Comprehensive Income

## Increase (Decrease) in Net Assets per Unit from Operations Attributable to Contract Owners

The increase (decrease) in net assets per unit from operations attributable to Contract Owners, presented in the Statement of Comprehensive Income, is calculated by dividing the increase (decrease) in net assets from operations attributable to Contract Owners by the average number of units outstanding during the period

## Income Taxes

Under the *Income Tax Act* (Canada), each Fund is treated as a segregated fund trust. The Fund's income, as well as gains or losses realized, if any, are allocated to Contract Owners on a regular basis. In the case of interest that accumulates in a registered account, Contract Owners will not receive annual tax slips. However, any amount paid to Contract Owners or former Contract Owners may be subject to be taxed in their hands. On the other hand, for interest that accumulates in a non-registered account, Contract Owners will receive an annual tax slip for any income, gains or losses allocated. Under current tax laws, Funds do not pay income taxes, except for any foreign tax withholdings that may apply

## Investments in Entities

The Funds meet the definition in IFRS 10, *Consolidated Financial Statements*, of investment entities and account for their investments in underlying funds at FVTPL

According to IFRS 12, *Disclosure of Interests in Other Entities*, the Funds must disclose specific information on their investments in other entities, such as subsidiaries, associates and structured entities

## Subsidiaries

An entity is considered as a subsidiary when it is controlled by another entity. The Fund controls an entity when it has the right to variable returns from its involvement with the entity and through its power over the entity

## Associates

Associates are investments in entities over which the Fund exercises significant influence without, however, exercising control

# NOTES TO THE FINANCIAL STATEMENTS (continued)

## *Structured Entities*

Structured entities are conceived in a way that the right to vote and other similar rights are not determining factors in exercising control. The Company has determined that its investments in underlying funds (including limited partnerships), index-based investments (including exchange traded funds), mortgage-backed securities and asset-backed securities are structured entities, unless the specified relationship is different. Total values of those investments in the table "Fair Value Hierarchy" also represent the fair value of investments in structured entities

Refer to the section "Notes to the Financial Statements – Specific Information" pertaining to each Fund for more information on entities

## **3. CRITICAL ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS**

The preparation of financial statements requires the Company to use judgment in applying its accounting policies and to make estimates and assumptions about the future. Actual results may differ from these estimates. The following paragraphs discuss the most significant accounting judgments and estimates that the Funds have made when preparing the financial statements

### **Fair Value Measurement of Derivative Financial Instruments and Securities not Quoted in an Active Market**

The Funds may hold financial instruments that are not quoted in active markets, including derivative financial instruments. Fair value is determined based on models that make maximum use of observable inputs and rely as little as possible on unobservable inputs. The Funds consider the data observable if that market data is readily available, regularly distributed or updated, reliable and verifiable, not proprietary and provided by independent sources that are actively involved in the relevant market. The models used to determine fair values are validated and periodically reviewed by experienced personnel of the Company

When no quoted prices are available, the fair value is estimated using present value or other valuation methods, which are influenced by the assumptions used concerning the amount and timing of estimated future cash flows and discount rates, which reflect varying degrees of risk, including liquidity risk, credit risk, risks related to interest rates, exchange rates, and price and rate volatility

The calculation of the fair values may differ given the role that judgment plays in applying the valuation techniques and the acceptable estimation. Fair value reflects market conditions at a given date and, for this reason, it may not be representative of future fair values. Refer to Note 7 "Financial Instruments Disclosures" for further information on fair value measurement of financial instruments

### **Classification and Measurement of Investments**

In classifying and measuring financial instruments held by the Funds, the Company is required to make significant judgments about the business model in which the portfolio of investments and derivatives is held. The Company has determined that the Funds' business model is one on which the portfolios are managed and performance is evaluated on a fair value basis. For further information on financial instruments, refer to Note 2 "Basis of Presentation and Significant Accounting Policies"

## **4. NET ASSETS ATTRIBUTABLE TO CONTRACT OWNERS**

### **Structure of the Funds and the Units Attributed**

The Funds are wholly owned assets of Desjardins Financial Security, which have been segregated from the Company's other assets. The Funds' assets may only be used to pay benefits under the Contracts

Each Fund has a series of units, which are attributed to Contracts for the purpose of determining the value of benefits to the units attributable to those Contracts. A Contract Owner acquires no direct claim on the units or assets of a Fund by purchasing a Contract but only the benefits that are provided under the Contract

Units within the same series of Funds have the same net asset value per unit. Subject to the Company's administrative rules, Contract Owners have the right to make transactions under their Contracts such as premiums, withdrawals and switches between units of Funds. Because of these transactions, units are attributed to and withdrawn from the Contract based on each Contract's terms and conditions or as provided by law. Since the Contract Owner does not own units of a Fund, ownership of units cannot be sold or transferred to another party. There are no voting rights associated with the units of the Fund

### **Classification of Units Attributable to Contract Owners**

The Funds' outstanding units qualify as "puttable instruments" as required by the IAS 32, *Financial Instruments: Presentation* (IAS 32). IAS 32 states that units that include a contractual obligation for the issuer to repurchase or redeem them for cash or another financial asset should be classified as financial liabilities. The Funds issue different series of notional units attributable to Contract Owners that are equally subordinated but have different features

In addition, the Funds have a contractual obligation to attribute annually any taxable income that allows the Contract Owners to request cash payment for any attributions. These features breach the requirements for the units to be presented as equity under IAS 32. Consequently, the Funds' outstanding units are classified as financial liabilities in these financial statements

### **Valuation of the Units**

The units of a Fund are valued according to the administrative rules established by the Company and in accordance with the Contract and all laws and regulations applicable to the Funds

These units differ with respect to redemption charges and management fees charged to each series (See Note 5). The net asset value per unit is determined on each market day by dividing the net assets attributable to Contract Owners by its outstanding units

## Series of Units Available

The Desjardins Financial Security Guaranteed Investment Funds Plan, the Millennia III Plan, and the Imperial Growth Plan, as well as the various Contract versions offered under each of these Plans, offers different Series providing different guarantees and provisions as well as varying Management Expense Ratios (MERs)

Series IGP: This Series was offered under the Imperial Growth Plan through the three remaining Contracts (C71, C81, and C88). The Imperial Growth Plan was offered pre-1995

Series 1: This Series was offered under the Millennia III Plan through two different Contracts: the Millennia III and Millennia III – New Era Contracts. The Millennia III Plan was offered from November 15, 1995 to October 28, 2007

Series 3: This Series was offered under the Millennia III Plan through two different Contracts: the Millennia III – Classic and Millennia III – New Era Contracts. The Millennia III Plan was offered from November 15, 1995 to October 28, 2007

Series 5: This Series was offered under the Desjardins Financial Security Guaranteed Investment Funds Plan through the Helios Contract. The Desjardins Financial Security Guaranteed Investment Funds Plan was first offered starting on October 29, 2007 and currently, the only Contract available is the Helios2 Contract

Series 6: This Series is offered under the Desjardins Financial Security Guaranteed Investment Funds Plan through the Helios2 Contract. The Desjardins Financial Security Guaranteed Investment Funds Plan was first offered starting on October 29, 2007 and currently, the only Contract available is the Helios2 Contract

Series 7: This Series was offered under the Desjardins Financial Security Guaranteed Investment Funds Plan through the Helios2 Contract. The Desjardins Financial Security Guaranteed Investment Funds Plan was first offered starting on October 29, 2007 and currently, the only Contract available is the Helios2 Contract

Series 8: This Series is offered under the Desjardins Financial Security Guaranteed Investment Funds Plan through the Helios2 Contract. The Desjardins Financial Security Guaranteed Investment Funds Plan was first offered starting on April 30, 2018 and currently, the only Contract available is the Helios2 Contract

## Number of Units

The number of units outstanding in each Fund as at December 31, 2021 and 2020, and the number of units attributed to and withdrawn from Contracts during each period are as follows:

	Outstanding Units		Attributed Units		Withdrawn Units	
	2021	2020	2021	2020	2021	2020
<b>INVESTMENT SOLUTIONS</b>						
Conservative						
Series 5 .....	<b>2,422,722</b>	2,595,899	<b>442,683</b>	1,786,365	<b>(615,860)</b>	(579,877)
Series 6 .....	<b>3,117,682</b>	3,197,006	<b>855,167</b>	1,162,306	<b>(934,491)</b>	(1,030,102)
Series 7 .....	<b>195,027</b>	373,617	<b>15,489</b>	126,164	<b>(194,079)</b>	(44,088)
Series 8 .....	<b>1,747,454</b>	1,768,279	<b>552,716</b>	962,730	<b>(573,541)</b>	(358,660)
Moderate						
Series 5 .....	<b>1,500,019</b>	1,210,537	<b>573,063</b>	663,838	<b>(283,581)</b>	(370,460)
Series 6 .....	<b>5,650,294</b>	5,557,232	<b>1,727,198</b>	1,238,094	<b>(1,634,136)</b>	(1,108,042)
Series 7 .....	<b>793,317</b>	889,717	<b>86,674</b>	134,293	<b>(183,074)</b>	(495,803)
Series 8 .....	<b>3,853,669</b>	2,935,485	<b>1,821,256</b>	624,456	<b>(903,072)</b>	(542,670)
Balanced						
Series 5 .....	<b>18,139,292</b>	19,474,335	<b>2,197,899</b>	2,882,214	<b>(3,532,942)</b>	(3,937,859)
Series 6 .....	<b>13,633,323</b>	14,261,525	<b>2,476,909</b>	2,362,007	<b>(3,105,111)</b>	(2,271,097)
Series 7 .....	<b>2,097,812</b>	2,462,466	<b>114,649</b>	695,602	<b>(479,303)</b>	(645,755)
Series 8 .....	<b>11,408,951</b>	9,376,215	<b>3,265,192</b>	1,670,663	<b>(1,232,456)</b>	(1,132,388)
Growth						
Series 5 .....	<b>5,371,532</b>	4,404,935	<b>2,014,219</b>	1,683,474	<b>(1,047,622)</b>	(787,902)
Series 6 .....	<b>7,204,442</b>	7,480,839	<b>1,101,523</b>	1,460,626	<b>(1,377,920)</b>	(1,376,813)
Series 7 .....	<b>1,117,861</b>	1,090,835	<b>291,891</b>	19,277	<b>(264,865)</b>	(37,935)
Series 8 .....	<b>6,471,209</b>	5,339,047	<b>1,906,732</b>	1,346,647	<b>(774,570)</b>	(595,212)
Maximum Growth						
Series 5 .....	<b>162,885</b>	164,098	<b>29,864</b>	83,946	<b>(31,077)</b>	(43,325)
Series 6 .....	<b>954,576</b>	867,982	<b>347,029</b>	365,174	<b>(260,435)</b>	(247,655)
Series 7 .....	<b>304,059</b>	310,816	<b>8,215</b>	743	<b>(14,972)</b>	(5,315)
Series 8 .....	<b>958,594</b>	633,715	<b>380,108</b>	314,214	<b>(55,229)</b>	(47,741)

# NOTES TO THE FINANCIAL STATEMENTS (continued)

	Outstanding Units		Attributed Units		Withdrawn Units	
	2021	2020	2021	2020	2021	2020
<b>RESPONSIBLE INVESTMENT PORTFOLIOS</b>						
Conservative – Desjardins SocieTerra						
Series 5	712,688	382,238	615,720	352,558	(285,270)	(349,875)
Series 6	1,347,284	769,352	1,007,984	634,696	(430,052)	(336,445)
Series 7	28,000	56,926	—	32,250	(28,926)	(5,308)
Series 8	1,652,127	830,669	1,226,331	596,479	(404,873)	(230,316)
Moderate – Desjardins SocieTerra						
Series 5	96,565	16,001	114,530	16,001	(33,966)	—
Series 6	474,332	16,861	731,247	16,861	(273,776)	—
Series 7	16,000	16,000	—	16,000	—	—
Series 8	745,636	16,001	865,926	16,001	(136,291)	—
Balanced – Desjardins SocieTerra						
Series 5	3,416,453	1,867,832	2,314,862	750,934	(766,241)	(363,868)
Series 6	5,234,703	2,719,917	3,608,605	1,471,672	(1,093,819)	(607,174)
Series 7	1,190,028	626,647	647,777	10,612	(84,396)	(213,407)
Series 8	4,443,651	1,938,838	3,338,934	1,080,719	(834,121)	(218,851)
Growth – Desjardins SocieTerra						
Series 5	2,956,005	923,868	2,668,399	746,072	(636,262)	(137,488)
Series 6	3,160,259	1,667,436	2,270,526	1,132,262	(777,703)	(385,897)
Series 7	121,639	53,567	87,212	25,586	(19,140)	(19)
Series 8	2,847,001	1,403,924	1,908,951	713,953	(465,874)	(60,245)
Maximum Growth – Desjardins SocieTerra						
Series 5	141,467	52,977	104,451	19,511	(15,961)	(4,836)
Series 6	895,639	331,286	697,205	175,827	(132,852)	(94,333)
Series 7	28,000	28,000	2,630	—	(2,630)	—
Series 8	794,946	127,255	731,202	81,924	(63,511)	(3,799)
100% Equity – Desjardins SocieTerra						
Series 5	50,272	25,411	28,450	25,419	(3,589)	(8)
Series 6	244,025	38,291	253,783	38,302	(48,049)	(11)
Series 7	20,509	16,000	4,509	16,000	—	—
Series 8	94,320	43,099	93,592	43,113	(42,371)	(14)
<b>WISE ETF PORTFOLIOS</b>						
Fixed Income – Desjardins Wise ETF						
Series 5	10,001	10,001	—	10,001	—	—
Series 6	26,269	10,001	19,683	10,001	(3,415)	—
Series 7	10,000	10,000	—	10,000	—	—
Series 8	23,763	32,550	—	32,948	(8,787)	(398)
Conservative – Desjardins Wise ETF						
Series 5	31,988	17,943	30,582	17,999	(16,537)	(56)
Series 6	132,774	26,638	120,817	26,638	(14,681)	—
Series 7	16,000	16,000	—	16,000	—	—
Series 8	93,657	51,448	43,548	51,448	(1,339)	—
Balanced – Desjardins Wise ETF						
Series 5	43,648	20,414	24,255	20,468	(1,021)	(54)
Series 6	124,149	27,877	131,127	27,882	(34,855)	(5)
Series 7	16,000	16,000	—	16,000	—	—
Series 8	197,492	16,001	182,281	16,001	(790)	—
Growth – Desjardins Wise ETF						
Series 5	213,958	43,435	240,260	43,488	(69,737)	(53)
Series 6	117,121	64,184	73,349	64,229	(20,412)	(45)
Series 7	16,000	16,000	—	16,000	—	—
Series 8	118,172	73,795	55,835	73,795	(11,458)	—
Maximum Growth – Desjardins Wise ETF						
Series 5	20,348	16,001	4,347	16,001	—	—
Series 6	73,749	16,997	76,493	16,997	(19,741)	—
Series 7	27,790	16,000	11,790	16,000	—	—
Series 8	76,528	39,808	36,793	39,808	(73)	—

	Outstanding Units		Attributed Units		Withdrawn Units	
	2021	2020	2021	2020	2021	2020
100% Equity – Desjardins Wise ETF						
Series 5 .....	10,910	10,001	909	10,001	—	—
Series 6 .....	31,042	10,997	38,280	10,997	(18,235)	—
Series 7 .....	11,993	10,000	1,993	10,000	—	—
Series 8 .....	83,571	10,001	73,596	10,001	(26)	—
<b>INDIVIDUAL FUNDS</b>						
<b>Income</b>						
<b>Money Market</b>						
Series 1 .....	40,565	47,447	39,499	117,972	(46,381)	(122,463)
Series 3 .....	230,050	315,105	264,602	729,250	(349,657)	(685,982)
Series 5 .....	2,702,207	2,257,629	4,463,506	4,384,519	(4,018,928)	(5,098,982)
Series 6 .....	2,086,261	2,429,589	2,324,466	3,382,988	(2,667,794)	(2,916,945)
Series 7 .....	94,230	273,844	248,760	447,652	(428,374)	(380,326)
Series 8 .....	1,480,842	1,602,014	3,806,259	2,929,629	(3,927,431)	(2,624,290)
Series IGP .....	92,233	100,501	1,424	1,956	(9,692)	(9,659)
<b>Canadian Bond</b>						
Series 1 .....	143,387	175,410	1,657	177,064	(33,680)	(1,654)
Series 3 .....	929,261	1,034,401	58,378	1,077,716	(163,518)	(43,315)
Series 5 .....	9,054,974	11,593,122	449,870	9,122,685	(2,988,018)	(1,388,302)
Series 6 .....	1,872,152	2,704,391	168,881	2,141,070	(1,001,120)	(421,236)
Series 7 .....	86,929	868,853	5,590	737,761	(787,514)	(32,810)
Series 8 .....	831,031	1,268,334	159,908	1,136,197	(597,211)	(127,705)
<b>Global Tactical Bond – Desjardins</b>						
Series 5 .....	124,805	116,673	54,072	147,752	(45,940)	(55,475)
Series 6 .....	485,113	200,741	383,970	225,152	(99,598)	(62,756)
Series 7 .....	509,539	69,955	562,924	57,628	(123,340)	(15,203)
Series 8 .....	344,291	110,452	292,924	96,189	(59,085)	(24,995)
<b>Balanced and Asset Allocation</b>						
<b>Diversified Income – Franklin Quotential</b>						
Series 3 .....	292,303	350,340	7,606	37,687	(65,643)	(188,738)
Series 5 .....	9,806,108	11,708,133	439,481	791,261	(2,341,506)	(2,744,637)
Series 6 .....	2,559,748	3,246,329	176,380	277,989	(862,961)	(720,203)
Series 7 .....	550,475	774,731	29,504	20,511	(253,760)	(78,736)
Series 8 .....	1,696,558	1,862,297	194,735	370,822	(360,474)	(520,648)
<b>Balanced Income – Franklin Quotential</b>						
Series 3 .....	601,829	670,154	17,819	30,473	(86,144)	(139,149)
Series 5 .....	17,860,207	20,985,227	647,065	1,347,731	(3,772,085)	(4,116,901)
Series 6 .....	2,433,565	2,978,981	230,532	257,899	(775,948)	(511,325)
Series 7 .....	566,360	591,249	8,806	2,580	(33,695)	(28,502)
Series 8 .....	993,416	1,014,102	170,113	85,730	(190,799)	(200,435)
<b>Canadian Balanced – Fidelity</b>						
Series 3 .....	713,712	749,157	81,281	82,473	(116,726)	(123,850)
Series 5 .....	51,783,365	56,947,375	4,022,810	5,817,493	(9,186,820)	(10,714,604)
Series 6 .....	4,251,056	4,632,553	829,494	612,161	(1,210,991)	(970,249)
Series 7 .....	664,350	679,898	19,083	3,287	(34,631)	(98,325)
Series 8 .....	2,914,559	2,702,944	952,445	746,283	(740,830)	(589,606)
<b>U.S. Monthly Income – Fidelity</b>						
Series 5 .....	286,016	311,479	128,656	37,596	(154,119)	(174,651)
Series 6 .....	1,154,421	1,155,255	370,500	327,926	(371,334)	(428,372)
Series 7 .....	383,848	422,697	2,873	18,141	(41,722)	(54,677)
Series 8 .....	1,664,340	1,340,198	508,657	270,666	(184,515)	(257,364)
<b>Global Balanced – Jarislowsky Fraser</b>						
Series 3 .....	654,304	762,013	19,347	41,128	(127,056)	(114,770)
Series 5 .....	13,899,661	15,597,656	1,140,139	1,401,578	(2,838,134)	(3,381,085)
Series 6 .....	6,022,072	6,809,441	624,373	928,831	(1,411,742)	(1,352,251)
Series 7 .....	1,204,343	1,412,814	74,976	60,931	(283,447)	(159,929)
Series 8 .....	4,975,092	4,975,029	827,781	735,171	(827,718)	(654,092)

# NOTES TO THE FINANCIAL STATEMENTS (continued)

	Outstanding Units		Attributed Units		Withdrawn Units	
	2021	2020	2021	2020	2021	2020
<b>Canadian Balanced – Fiera Capital</b>						
Series 1 .....	398,924	436,349	13,827	13,242	(51,252)	(54,404)
Series 3 .....	793,282	892,432	39,512	43,846	(138,662)	(139,351)
Series 5 .....	8,614,222	9,545,578	582,966	926,823	(1,514,322)	(1,605,319)
Series 6 .....	2,835,969	3,200,560	398,466	1,056,855	(763,057)	(759,626)
Series 7 .....	219,521	210,049	44,420	456	(34,948)	(38,463)
Series 8 .....	2,998,545	3,045,044	624,960	1,059,504	(671,459)	(448,465)
<b>Balanced Growth – Franklin Quotential</b>						
Series 3 .....	880,390	1,046,504	15,020	22,527	(181,134)	(153,431)
Series 5 .....	44,229,503	50,678,686	2,271,475	3,648,383	(8,720,658)	(9,043,624)
Series 6 .....	3,824,164	4,514,813	236,896	308,113	(927,545)	(777,624)
Series 7 .....	397,602	442,837	60,335	5,503	(105,570)	(24,599)
Series 8 .....	1,937,083	1,911,906	308,643	253,313	(283,466)	(356,292)
<b>Canadian Balanced – CI Signature</b>						
Series 5 .....	7,920,751	8,668,007	691,871	410,854	(1,439,127)	(1,752,574)
Series 6 .....	3,148,679	3,666,732	330,291	273,576	(848,344)	(628,221)
Series 7 .....	731,955	769,227	60,159	24,769	(97,431)	(126,519)
Series 8 .....	2,391,328	2,246,071	507,850	287,435	(362,593)	(262,524)
<b>Income and Growth – CI Signature</b>						
Series 5 .....	5,896,357	6,869,259	517,288	1,544,287	(1,490,190)	(1,278,206)
Series 6 .....	4,134,537	4,919,450	274,458	387,506	(1,059,371)	(821,966)
Series 7 .....	830,729	969,522	22,964	10,715	(161,757)	(136,561)
Series 8 .....	4,530,751	4,247,841	920,577	526,911	(637,667)	(783,894)
<b>Growth and Income – NEI</b>						
Series 3 .....	242,706	250,311	22,841	35,215	(30,446)	(49,287)
Series 5 .....	16,322,256	17,713,747	1,210,586	1,525,783	(2,602,077)	(3,226,753)
Series 6 .....	5,726,263	6,473,301	523,826	1,045,678	(1,270,864)	(1,748,774)
Series 7 .....	947,013	909,201	92,504	10,150	(54,692)	(278,901)
Series 8 .....	5,730,515	5,364,408	1,020,411	1,190,429	(654,304)	(1,168,448)
<b>Growth – NEI Select</b>						
Series 3 .....	219,554	234,627	8,218	13,535	(23,291)	(63,272)
Series 5 .....	7,689,887	8,436,234	515,648	788,842	(1,261,995)	(1,536,128)
Series 6 .....	3,862,503	4,302,225	267,614	518,096	(707,336)	(715,162)
Series 7 .....	526,918	596,223	74,516	1,113	(143,821)	(333,961)
Series 8 .....	3,048,323	2,892,001	561,506	501,448	(405,184)	(508,598)
<b>Asset Allocation – Cambridge</b>						
Series 5 .....	453,853	507,982	22,275	63,810	(76,404)	(138,222)
Series 6 .....	522,242	594,842	42,967	88,511	(115,567)	(194,459)
Series 7 .....	191,270	213,951	42	14,774	(22,723)	(132,670)
Series 8 .....	414,572	498,136	106,045	109,889	(189,609)	(234,939)
<b>Growth – Franklin Quotential</b>						
Series 3 .....	201,170	258,942	5,061	20,050	(62,833)	(49,072)
Series 5 .....	4,517,087	5,586,246	145,230	183,519	(1,214,389)	(825,795)
Series 6 .....	355,798	423,207	15,401	31,238	(82,810)	(52,985)
Series 7 .....	15,075	17,541	—	—	(2,466)	(60)
Series 8 .....	340,053	309,211	39,466	25,932	(8,624)	(13,840)
<b>Canadian Equity</b>						
<b>Dividend Income – Desjardins</b>						
Series 3 .....	3,618,225	4,069,692	96,351	83,186	(547,818)	(816,815)
Series 5 .....	16,813,356	19,181,129	688,845	1,188,855	(3,056,618)	(3,778,012)
Series 6 .....	1,236,489	1,556,375	145,748	183,819	(465,634)	(345,374)
Series 7 .....	62,753	112,285	1	—	(49,533)	(40,416)
Series 8 .....	1,474,608	1,148,756	413,595	189,709	(87,743)	(164,263)
<b>Canadian Dividend – NEI</b>						
Series 5 .....	1,097,669	1,198,405	86,969	54,198	(187,705)	(351,257)
Series 6 .....	708,968	753,464	228,687	258,061	(273,183)	(215,022)
Series 7 .....	33,884	45,816	1,977	1,344	(13,909)	(5,585)
Series 8 .....	1,223,037	972,218	348,000	277,870	(97,181)	(227,852)

	Outstanding Units		Attributed Units		Withdrawn Units	
	2021	2020	2021	2020	2021	2020
<b>Canadian Equity – Desjardins</b>						
Series 1 .....	27,232	21,991	5,241	21,991	—	—
Series 3 .....	22,576	21,818	758	21,818	—	—
Series 5 .....	26,876	21,818	5,060	21,818	(2)	—
Series 6 .....	28,262	21,818	17,542	21,818	(11,098)	—
Series 7 .....	21,818	21,818	—	21,818	—	—
Series 8 .....	64,919	21,818	48,982	21,818	(5,881)	—
Series IGP .....	21,543	21,543	—	21,543	—	—
<b>Canadian Equity – Jarislowsky Fraser</b>						
Series 3 .....	230,945	248,199	16,411	10,928	(33,665)	(50,738)
Series 5 .....	10,210,479	11,558,204	332,399	516,294	(1,680,124)	(1,762,669)
Series 6 .....	206,095	213,555	48,955	30,744	(56,415)	(44,624)
Series 7 .....	68,997	76,342	—	168	(7,345)	(19,521)
Series 8 .....	142,072	102,692	43,916	38,274	(4,536)	(52,041)
<b>Canadian Equity – Fidelity True North®</b>						
Series 3 .....	101,374	93,412	14,194	20,044	(6,232)	(16,090)
Series 5 .....	1,084,810	1,233,181	110,409	119,105	(258,780)	(271,180)
Series 6 .....	1,549,545	1,546,713	578,910	404,654	(576,078)	(453,768)
Series 7 .....	117,990	122,384	1,384	7,133	(5,778)	(15,579)
Series 8 .....	1,953,104	1,355,331	796,203	412,678	(198,430)	(294,215)
<b>Canadian Equity – Franklin Bissett</b>						
Series 1 .....	1,596,171	1,757,208	63,812	67,909	(224,849)	(249,179)
Series 3 .....	930,959	1,117,462	16,877	33,339	(203,380)	(256,132)
Series 5 .....	514,483	660,612	20,240	59,687	(166,369)	(172,789)
Series 6 .....	332,771	439,997	13,924	38,720	(121,150)	(103,409)
Series 7 .....	14,771	14,776	—	—	(5)	(3,667)
Series 8 .....	307,763	292,891	65,121	32,022	(50,249)	(53,083)
Series IGP .....	184,274	196,722	1,079	1,287	(13,527)	(16,112)
<b>Canadian Small Cap Equity – NEI</b>						
Series 3 .....	231,502	264,024	2,139	9,608	(34,661)	(47,946)
Series 5 .....	807,485	947,846	22,126	45,972	(162,487)	(196,496)
Series 6 .....	168,725	173,152	26,860	23,662	(31,287)	(64,650)
Series 7 .....	5,522	5,522	—	—	—	—
Series 8 .....	211,681	209,284	23,091	41,961	(20,694)	(40,560)
<b>Small Cap – Franklin Bissett</b>						
Series 3 .....	177,300	215,433	2,149	4,600	(40,282)	(37,795)
Series 5 .....	213,671	242,402	19,166	37,843	(47,897)	(83,116)
Series 6 .....	310,186	455,956	16,315	73,494	(162,085)	(116,469)
Series 7 .....	11,426	14,461	—	—	(3,035)	(59)
Series 8 .....	83,658	82,246	56,655	44,538	(55,243)	(60,189)
<b>Foreign Equity</b>						
<b>American Equity – MFS</b>						
Series 3 .....	459,507	460,864	75,736	83,371	(77,093)	(72,621)
Series 5 .....	1,204,671	1,312,659	177,181	240,331	(285,169)	(293,664)
Series 6 .....	1,703,206	1,696,743	579,050	565,045	(572,587)	(395,562)
Series 7 .....	149,023	101,646	77,126	19,790	(29,749)	(14,498)
Series 8 .....	2,871,001	2,024,773	1,214,343	854,960	(368,115)	(669,528)
<b>American Equity Value – Desjardins</b>						
Series 1 .....	204,295	206,502	7,087	7,862	(9,294)	(21,911)
Series 3 .....	187,778	195,297	13,132	10,250	(20,651)	(60,032)
Series 5 .....	628,983	730,038	34,307	88,233	(135,362)	(238,227)
Series 6 .....	700,069	762,982	185,105	204,746	(248,018)	(181,002)
Series 7 .....	8,120	10,344	—	299	(2,224)	(7,070)
Series 8 .....	1,072,124	853,829	330,248	211,363	(111,953)	(168,900)

## NOTES TO THE FINANCIAL STATEMENTS (continued)

	Outstanding Units		Attributed Units		Withdrawn Units	
	2021	2020	2021	2020	2021	2020
Global Dividend – Desjardins						
Series 5	653,079	731,591	58,906	105,829	(137,418)	(218,467)
Series 6	1,318,308	1,478,341	209,516	217,487	(369,549)	(370,459)
Series 7	286,122	291,081	7,508	9,536	(12,467)	(53,735)
Series 8	1,753,782	1,518,305	461,409	303,580	(225,932)	(344,497)
Global Equity – Desjardins						
Series 5	47,370	40,825	10,003	11,228	(3,458)	(928)
Series 6	83,027	52,903	62,791	34,049	(32,667)	(11,671)
Series 7	30,525	30,525	—	—	—	—
Series 8	80,215	49,537	44,559	19,758	(13,881)	(746)
Global Equity – MFS						
Series 3	539,199	546,027	76,547	40,962	(83,375)	(55,069)
Series 5	6,366,894	7,311,714	231,275	255,145	(1,176,095)	(958,474)
Series 6	483,460	454,366	140,558	113,250	(111,464)	(111,124)
Series 7	62,799	74,302	3,856	395	(15,359)	(13,272)
Series 8	805,244	624,681	238,964	166,882	(58,401)	(81,341)
International Equity – MFS						
Series 1	152,288	162,850	2,957	1,355	(13,519)	(17,666)
Series 3	395,631	420,063	29,135	31,289	(53,567)	(101,855)
Series 5	310,560	329,551	26,787	32,613	(45,778)	(76,820)
Series 6	293,698	284,849	91,676	63,260	(82,827)	(50,880)
Series 7	14,544	20,607	374	1,758	(6,437)	(9,306)
Series 8	413,427	302,390	143,457	46,570	(32,420)	(12,680)
International Equity Growth – Desjardins						
Series 5	288,625	291,397	96,977	104,533	(99,749)	(104,589)
Series 6	1,456,947	1,006,906	873,860	466,362	(423,819)	(261,139)
Series 7	101,492	36,121	85,841	5,063	(20,470)	(19,475)
Series 8	2,559,720	1,579,530	1,371,425	820,036	(391,235)	(219,535)

### Management of Risks Associated with Units Attributable to Contract Owners

Units attributed and outstanding are considered as the Funds' capital. The Funds are not subject to specific capital requirements on the premiums and withdrawals, other than certain minimum deposit requirements. Contract Owners are entitled to require payment of the net asset value per unit for all or any of the notional units they hold by giving an official notice to the Company at any time. Units attributable to Contract Owners are redeemable for cash equal to a pro rata share of the Funds' net asset value.

## 5. MANAGEMENT FEES AND OTHER EXPENSES

### Management Fees

In return for investment management, Desjardins Financial Security is paid a management fee from the Funds based on the net asset value of the units attributed to each series of each Fund and calculated daily.

The management fees, as a percentage of the net asset value, are as follows:

	Series 1	Series 3	Series 5	Series 6	Series 7	Series 8	Series IGP
	%	%	%	%	%	%	%
<b>INVESTMENT SOLUTIONS</b>							
Conservative	—	—	2.05	1.75	1.30	1.45	—
Moderate	—	—	2.05	1.80	1.35	1.50	—
Balanced	—	—	2.10	1.80	1.35	1.50	—
Growth	—	—	2.15	1.85	1.40	1.55	—
Maximum Growth	—	—	2.15	1.85	1.40	1.55	—
<b>RESPONSIBLE INVESTMENT PORTFOLIOS</b>							
Conservative – Desjardins SocieTerra	—	—	2.20	1.80	1.35	1.50	—
Moderate – Desjardins SocieTerra	—	—	2.20	1.80	1.35	1.50	—
Balanced – Desjardins SocieTerra	—	—	1.88	1.85	1.40	1.55	—
Growth – Desjardins SocieTerra	—	—	2.30	1.90	1.45	1.60	—
Maximum Growth – Desjardins SocieTerra	—	—	2.40	1.95	1.50	1.65	—
100% Equity – Desjardins SocieTerra	—	—	2.35	2.00	1.55	1.70	—



	Series 1	Series 3	Series 5	Series 6	Series 7	Series 8	Series IGP
	%	%	%	%	%	%	%
<b>WISE ETF PORTFOLIOS</b>							
Fixed Income – Desjardins Wise ETF	—	—	1.95	1.20	0.75	0.90	—
Conservative – Desjardins Wise ETF	—	—	1.95	1.70	1.25	1.40	—
Balanced – Desjardins Wise ETF	—	—	2.00	1.70	1.25	1.40	—
Growth – Desjardins Wise ETF	—	—	2.05	1.75	1.30	1.45	—
Maximum Growth – Desjardins Wise ETF	—	—	2.05	1.75	1.30	1.45	—
100% Equity – Desjardins Wise ETF	—	—	2.05	1.75	1.30	1.45	—
<b>INDIVIDUALS FUNDS</b>							
<b>Income</b>							
Money Market	0.75	0.75	0.75	0.75	0.30	0.45	1.30
Canadian Bond	1.50	1.38	1.09	1.25	0.80	0.95	—
Global Tactical Bond – Desjardins	—	—	1.85	1.55	1.10	1.25	—
<b>Balanced and Asset Allocation</b>							
Diversified Income – Franklin Quotential	—	1.90	1.96	2.15	1.70	1.85	—
Balanced Income – Franklin Quotential	—	1.90	1.96	2.10	1.65	1.80	—
Canadian Balanced – Fidelity	—	2.02	2.02	2.10	1.65	1.80	—
U.S. Monthly Income – Fidelity	—	—	2.40	2.15	1.70	1.85	—
Global Balanced – Jarislowsky Fraser	—	2.10	1.69	1.95	1.50	1.65	—
Canadian Balanced – Fiera Capital	2.00	1.65	1.68	1.85	1.40	1.55	—
Balanced Growth – Franklin Quotential	—	1.90	1.96	2.10	1.65	1.80	—
Canadian Balanced – CI Signature	—	—	1.89	2.05	1.60	1.75	—
Income and Growth – CI Signature	—	—	2.20	2.05	1.60	1.75	—
Growth and Income – NEI	—	2.22	2.03	2.10	1.65	1.80	—
Growth – NEI Select	—	2.18	1.95	2.05	1.60	1.75	—
Asset Allocation – Cambridge	—	—	2.20	1.95	1.50	1.65	—
Growth – Franklin Quotential	—	2.15	2.21	2.15	1.70	1.85	—
<b>Canadian Equity</b>							
Dividend Income – Desjardins	—	2.05	2.05	1.85	1.40	1.55	—
Canadian Dividend – NEI	—	—	2.20	2.00	1.55	1.70	—
Canadian Equity – Desjardins	2.58	2.03	2.15	1.80	1.35	1.50	1.80
Canadian Equity – Jarislowsky Fraser	—	2.15	1.69	1.95	1.50	1.65	—
Canadian Equity – Fidelity True North®	—	2.02	2.02	2.15	1.70	1.85	—
Canadian Equity – Franklin Bissett	2.75	2.18	1.75	2.05	1.60	1.75	1.95
Canadian Small Cap Equity – NEI	—	2.35	2.16	2.25	1.80	1.95	—
Small Cap – Franklin Bissett	—	2.25	2.01	2.35	1.90	2.05	—
<b>Foreign Equity</b>							
American Equity – MFS	—	2.25	1.71	1.95	1.50	1.65	—
American Equity Value – Desjardins	2.00	1.69	2.06	1.95	1.50	1.65	—
Global Dividend – Desjardins	—	—	2.20	2.05	1.60	1.75	—
Global Equity – Desjardins	—	—	2.15	1.95	1.50	1.65	—
Global Equity – MFS	—	1.78	1.78	2.00	1.55	1.70	—
International Equity – MFS	2.00	1.95	1.69	2.20	1.75	1.90	—
International Equity Growth – Desjardins	—	—	2.20	2.05	1.60	1.75	—

## NOTES TO THE FINANCIAL STATEMENTS (continued)

### Operating Expenses

In addition to management fees, a charge is applied to each Fund for operating and administrative expenses relating to the Fund. Each Fund is also responsible for all applicable taxes, including Goods and Services Tax (GST) and Harmonized Sales Tax (HST) if any, and all brokerage commissions incurred by a Fund in buying and selling investments on behalf of a Fund

### Management Expense Ratios

Some expenses (audit fees, legal fees, custodial fees, marketing costs, information technology costs, etc.) have been partially absorbed by the Company. Management expense ratios for all the Funds would be 77 basis points higher (44 basis points as of December 31, 2020) if these expenses had been charged to the Funds. A significant portion of these expenses absorbed by the Company is the result of the systems upgrade and various security-related initiatives currently underway. The Company does not intend to change its method of allocating costs

The management expense ratios for the past five periods, which include management, guarantee, operating expenses and taxes are as follows:

	December 31 2021 %	December 31 2020 %	December 31 2019 %	December 31 2018 %	December 31 2017 %
<b>INVESTMENT SOLUTIONS</b>					
Conservative**					
Series 5 .....	<b>2.55</b>	2.60	2.61	2.61	2.59
Series 6 .....	<b>2.25</b>	2.25	2.47	2.46	2.47
Series 7 .....	<b>1.65</b>	1.68	1.87	1.90	1.91
Series 8 .....	<b>1.90</b>	1.88	2.11	2.14*	—
Moderate**					
Series 5 .....	<b>2.60</b>	2.60	2.61	2.68	2.67
Series 6 .....	<b>2.30</b>	2.29	2.51	2.50	2.50
Series 7 .....	<b>1.75</b>	1.73	1.96	1.95	1.95
Series 8 .....	<b>1.94</b>	1.95	2.16	2.19*	—
Balanced**					
Series 5 .....	<b>2.67</b>	2.67	2.73	2.73	2.73
Series 6 .....	<b>2.35</b>	2.34	2.56	2.56	2.56
Series 7 .....	<b>1.82</b>	1.82	2.04	2.05	2.07
Series 8 .....	<b>2.00</b>	2.00	2.23	2.25*	—
Growth**					
Series 5 .....	<b>2.76</b>	2.77	2.78	2.79	2.78
Series 6 .....	<b>2.39</b>	2.37	2.58	2.58	2.58
Series 7 .....	<b>1.87</b>	1.87	2.06	2.05	2.07
Series 8 .....	<b>2.03</b>	2.03	2.25	2.31*	—
Maximum Growth**					
Series 5 .....	<b>2.80</b>	2.71	2.75	2.76	2.76
Series 6 .....	<b>2.45</b>	2.45	2.69	2.70	2.70
Series 7 .....	<b>1.88</b>	1.88	2.11	2.06	2.24
Series 8 .....	<b>2.13</b>	2.13	2.35	2.36*	—
<b>RESPONSIBLE INVESTMENT PORTFOLIOS</b>					
Conservative – Desjardins SocieTerra					
Series 5 .....	<b>2.75</b>	2.77	2.82	2.76*	—
Series 6 .....	<b>2.33</b>	2.33	2.70	2.64*	—
Series 7 .....	<b>1.84</b>	1.83	2.18	2.14*	—
Series 8 .....	<b>1.97</b>	1.96	2.36	2.31*	—
Moderate – Desjardins SocieTerra					
Series 5 .....	<b>2.80</b>	2.87*	—	—	—
Series 6 .....	<b>2.41</b>	2.41*	—	—	—
Series 7 .....	<b>1.90</b>	1.90*	—	—	—
Series 8 .....	<b>2.02</b>	2.07*	—	—	—
Balanced – Desjardins SocieTerra					
Series 5 .....	<b>2.86</b>	2.82	2.82	2.81	2.81
Series 6 .....	<b>2.41</b>	2.38	2.70	2.68	2.70
Series 7 .....	<b>1.86</b>	1.81	2.12	2.13	2.11
Series 8 .....	<b>2.07</b>	2.05	2.38	2.42*	—

	December 31 2021	December 31 2020	December 31 2019	December 31 2018	December 31 2017
	%	%	%	%	%
<b>Growth – Desjardins SocieTerra</b>					
Series 5 .....	<b>2.95</b>	2.84	2.83	2.93*	—
Series 6 .....	<b>2.48</b>	2.49	2.85	2.81*	—
Series 7 .....	<b>2.00</b>	2.01	2.36	2.31*	—
Series 8 .....	<b>2.12</b>	2.09	2.42	2.48*	—
<b>Maximum Growth – Desjardins SocieTerra</b>					
Series 5 .....	<b>3.03</b>	3.14	3.16	3.09*	—
Series 6 .....	<b>2.58</b>	2.62	3.02	2.98*	—
Series 7 .....	<b>2.13</b>	2.13	2.53	2.48*	—
Series 8 .....	<b>2.29</b>	2.30	2.70	2.64*	—
<b>100% Equity – Desjardins SocieTerra</b>					
Series 5 .....	<b>3.11</b>	3.22*	—	—	—
Series 6 .....	<b>2.71</b>	2.76*	—	—	—
Series 7 .....	<b>2.24</b>	2.24*	—	—	—
Series 8 .....	<b>2.30</b>	2.41*	—	—	—
<b>WISE ETF PORTFOLIOS</b>					
<b>Fixed Income – Desjardins Wise ETF</b>					
Series 5 .....	<b>2.53***</b>	2.59*	—	—	—
Series 6 .....	<b>1.66***</b>	1.72*	—	—	—
Series 7 .....	<b>1.15***</b>	1.21*	—	—	—
Series 8 .....	<b>1.32***</b>	1.38*	—	—	—
<b>Conservative – Desjardins Wise ETF</b>					
Series 5 .....	<b>2.50***</b>	2.64*	—	—	—
Series 6 .....	<b>2.21***</b>	2.30*	—	—	—
Series 7 .....	<b>1.72***</b>	1.78*	—	—	—
Series 8 .....	<b>1.87***</b>	1.95*	—	—	—
<b>Balanced – Desjardins Wise ETF</b>					
Series 5 .....	<b>2.59***</b>	2.70*	—	—	—
Series 6 .....	<b>2.28***</b>	2.36*	—	—	—
Series 7 .....	<b>1.78***</b>	1.84*	—	—	—
Series 8 .....	<b>1.94***</b>	2.01*	—	—	—
<b>Growth – Desjardins Wise ETF</b>					
Series 5 .....	<b>2.63***</b>	2.76*	—	—	—
Series 6 .....	<b>2.22***</b>	2.41*	—	—	—
Series 7 .....	<b>1.84***</b>	1.90*	—	—	—
Series 8 .....	<b>2.01***</b>	2.07*	—	—	—
<b>Maximum Growth – Desjardins Wise ETF</b>					
Series 5 .....	<b>2.75***</b>	2.82*	—	—	—
Series 6 .....	<b>2.39***</b>	2.47*	—	—	—
Series 7 .....	<b>1.90***</b>	1.95*	—	—	—
Series 8 .....	<b>2.07***</b>	2.13*	—	—	—
<b>100% Equity – Desjardins Wise ETF</b>					
Series 5 .....	<b>2.82***</b>	2.87*	—	—	—
Series 6 .....	<b>2.45***</b>	2.53*	—	—	—
Series 7 .....	<b>1.95***</b>	2.01*	—	—	—
Series 8 .....	<b>2.10***</b>	2.18*	—	—	—
<b>INDIVIDUALS FUNDS</b>					
<b>Income</b>					
<b>Money Market**</b>					
Series 1 .....	<b>1.72</b>	1.71	1.72	1.73	1.72
Series 3 .....	<b>1.72</b>	1.74	1.73	1.73	1.73
Series 5 .....	<b>1.38</b>	1.40	1.39	1.39	1.38
Series 6 .....	<b>1.07</b>	1.07	1.13	1.13	1.13
Series 7 .....	<b>0.51</b>	0.52	0.59	0.59	0.58
Series 8 .....	<b>0.73</b>	0.73	0.80	0.79*	—
Series IGP .....	<b>1.65</b>	1.65	1.66	1.66	1.65

# NOTES TO THE FINANCIAL STATEMENTS (continued)

	December 31 2021	December 31 2020	December 31 2019	December 31 2018	December 31 2017
	%	%	%	%	%
<b>Canadian Bond**</b>					
Series 1 .....	<b>2.98</b>	3.05*	—	—	—
Series 3 .....	<b>2.58</b>	2.68*	—	—	—
Series 5 .....	<b>1.96</b>	1.97	1.97	1.96	1.96
Series 6 .....	<b>1.69</b>	1.69	1.80	1.80	1.78
Series 7 .....	<b>1.12</b>	1.16	1.23	1.22	1.22
Series 8 .....	<b>1.35</b>	1.36	1.48	1.46*	—
<b>Global Tactical Bond – Desjardins</b>					
Series 5 .....	<b>2.37</b>	2.47	2.47*	—	—
Series 6 .....	<b>2.06</b>	2.13	2.30*	—	—
Series 7 .....	<b>1.58</b>	1.61	1.78*	—	—
Series 8 .....	<b>1.75</b>	1.78	1.95*	—	—
<b>Balanced and Asset Allocation</b>					
<b>Diversified Income – Franklin Quotential</b>					
Series 3 .....	<b>3.16</b>	3.15	3.14	3.15	3.14
Series 5 .....	<b>2.92</b>	2.93	2.92	2.92	2.91
Series 6 .....	<b>2.66</b>	2.67	2.72	2.71	2.70
Series 7 .....	<b>2.13</b>	2.15	2.22	2.22	2.18
Series 8 .....	<b>2.32</b>	2.32	2.38	2.42*	—
<b>Balanced Income – Franklin Quotential</b>					
Series 3 .....	<b>3.20</b>	3.20	3.20	3.20	3.20
Series 5 .....	<b>2.95</b>	2.95	2.95	2.95	2.95
Series 6 .....	<b>2.69</b>	2.69	2.75	2.75	2.75
Series 7 .....	<b>2.21</b>	2.21	2.27	2.27	2.28
Series 8 .....	<b>2.34</b>	2.33	2.40	2.42*	—
<b>Canadian Balanced – Fidelity</b>					
Series 3 .....	<b>3.38</b>	3.37	3.38	3.38	3.38
Series 5 .....	<b>2.96</b>	2.96	2.96	2.96	2.96
Series 6 .....	<b>2.70</b>	2.70	2.81	2.81	2.81
Series 7 .....	<b>2.16</b>	2.15	2.27	2.27	2.28
Series 8 .....	<b>2.35</b>	2.36	2.48	2.48*	—
<b>U.S. Monthly Income – Fidelity</b>					
Series 5 .....	<b>3.01</b>	3.01	3.01	3.00	2.97
Series 6 .....	<b>2.73</b>	2.73	2.89	2.88	2.89
Series 7 .....	<b>2.20</b>	2.22	2.38	2.37	2.39
Series 8 .....	<b>2.39</b>	2.39	2.57	2.59*	—
<b>Global Balanced – Jarislowsky Fraser</b>					
Series 3 .....	<b>3.38</b>	3.37	3.37	3.37	3.37
Series 5 .....	<b>2.85</b>	2.85	2.85	2.85	2.85
Series 6 .....	<b>2.51</b>	2.51	2.67	2.68	2.68
Series 7 .....	<b>1.97</b>	1.99	2.16	2.15	2.18
Series 8 .....	<b>2.16</b>	2.17	2.33	2.36*	—
<b>Canadian Balanced – Fiera Capital**</b>					
Series 1 .....	<b>3.83</b>	3.83	3.83	3.83	3.83
Series 3 .....	<b>3.19</b>	3.19	3.19	3.19	3.18
Series 5 .....	<b>2.56</b>	2.55	2.55	2.55	2.55
Series 6 .....	<b>2.41</b>	2.40	2.57	2.57	2.57
Series 7 .....	<b>1.86</b>	1.86	2.04	2.03	2.08
Series 8 .....	<b>2.07</b>	2.08	2.25	2.25*	—
<b>Balanced Growth – Franklin Quotential</b>					
Series 3 .....	<b>3.28</b>	3.28	3.28	3.27	3.26
Series 5 .....	<b>2.98</b>	2.98	2.98	2.97	2.97
Series 6 .....	<b>2.73</b>	2.73	2.78	2.78	2.79
Series 7 .....	<b>2.19</b>	2.20	2.27	2.27	2.29
Series 8 .....	<b>2.37</b>	2.37	2.44	2.48*	—

	December 31 2021	December 31 2020	December 31 2019	December 31 2018	December 31 2017
	%	%	%	%	%
<b>Canadian Balanced – CI Signature</b>					
Series 5 .....	<b>3.00</b>	3.00	3.00	3.00	2.99
Series 6 .....	<b>2.69</b>	2.69	2.79	2.78	2.78
Series 7 .....	<b>2.13</b>	2.14	2.24	2.25	2.28
Series 8 .....	<b>2.34</b>	2.34	2.44	2.48*	—
<b>Income and Growth – CI Signature</b>					
Series 5 .....	<b>3.04</b>	3.05	3.04	3.04	3.04
Series 6 .....	<b>2.73</b>	2.73	2.90	2.90	2.89
Series 7 .....	<b>2.18</b>	2.18	2.35	2.34	2.36
Series 8 .....	<b>2.41</b>	2.40	2.57	2.59*	—
<b>Growth and Income – NEI</b>					
Series 3 .....	<b>3.61</b>	3.59	3.59	3.62	3.63
Series 5 .....	<b>2.94</b>	2.94	2.94	2.94	2.94
Series 6 .....	<b>2.73</b>	2.73	2.84	2.83	2.84
Series 7 .....	<b>2.22</b>	2.23	2.34	2.28	2.29
Series 8 .....	<b>2.41</b>	2.41	2.50	2.53*	—
<b>Growth – NEI Select</b>					
Series 3 .....	<b>3.68***</b>	3.82	3.82	3.82	3.83
Series 5 .....	<b>2.96***</b>	3.13	3.13	3.13	3.13
Series 6 .....	<b>2.71***</b>	2.88	2.99	3.00	2.99
Series 7 .....	<b>2.21***</b>	2.31	2.42	2.37	2.46
Series 8 .....	<b>2.39***</b>	2.57	2.67	2.70*	—
<b>Asset Allocation – Cambridge</b>					
Series 5 .....	<b>2.88</b>	2.88	2.89	2.90	2.89
Series 6 .....	<b>2.59</b>	2.59	2.71	2.71	2.70
Series 7 .....	<b>2.07</b>	2.09	2.21	2.20	2.21
Series 8 .....	<b>2.25</b>	2.26	2.37	2.42*	—
<b>Growth – Franklin Quotential</b>					
Series 3 .....	<b>3.56</b>	3.60	3.60	3.60	3.60
Series 5 .....	<b>3.22</b>	3.22	3.22	3.22	3.22
Series 6 .....	<b>2.83</b>	2.84	2.89	2.89	2.89
Series 7 .....	<b>2.29</b>	2.34	2.40	2.46	2.45
Series 8 .....	<b>2.52</b>	2.50	2.55	2.59*	—
<b>Canadian Equity</b>					
<b>Dividend Income – Desjardins</b>					
Series 3 .....	<b>3.10</b>	3.11	3.11*	—	—
Series 5 .....	<b>2.66</b>	2.65	2.66*	—	—
Series 6 .....	<b>2.40</b>	2.39	2.55*	—	—
Series 7 .....	<b>1.91</b>	1.87	2.04*	—	—
Series 8 .....	<b>2.08</b>	2.09	2.24*	—	—
<b>Canadian Dividend – NEI</b>					
Series 5 .....	<b>3.06</b>	3.06	3.07	3.07	3.07
Series 6 .....	<b>2.71</b>	2.71	2.87	2.87	2.88
Series 7 .....	<b>2.19</b>	2.18	2.36	2.39	2.39
Series 8 .....	<b>2.40</b>	2.39	2.56	2.53*	—
<b>Canadian Equity – Desjardins</b>					
Series 1 .....	<b>3.90</b>	3.91*	—	—	—
Series 3 .....	<b>3.51</b>	3.51*	—	—	—
Series 5 .....	<b>2.88</b>	2.93*	—	—	—
Series 6 .....	<b>2.57</b>	2.59*	—	—	—
Series 7 .....	<b>2.07</b>	2.07*	—	—	—
Series 8 .....	<b>2.20</b>	2.24*	—	—	—
Series IGP .....	<b>2.30</b>	2.30*	—	—	—

# NOTES TO THE FINANCIAL STATEMENTS (continued)

	December 31 2021	December 31 2020	December 31 2019	December 31 2018	December 31 2017
	%	%	%	%	%
<b>Canadian Equity – Jarislowsky Fraser</b>					
Series 3 .....	<b>3.59</b>	3.59	3.60	3.60	3.60
Series 5 .....	<b>2.92</b>	2.92	2.92	2.92	2.92
Series 6 .....	<b>2.66</b>	2.68	2.84	2.82	2.82
Series 7 .....	<b>2.22</b>	2.21	2.37	2.33	2.41
Series 8 .....	<b>2.35</b>	2.33	2.50	2.53*	—
<b>Canadian Equity – Fidelity True North®</b>					
Series 3 .....	<b>3.56</b>	3.57	3.57	3.58	3.57
Series 5 .....	<b>3.21</b>	3.21	3.21	3.21	3.20
Series 6 .....	<b>2.93</b>	2.93	3.03	3.04	3.03
Series 7 .....	<b>2.41</b>	2.41	2.53	2.55	2.48
Series 8 .....	<b>2.61</b>	2.61	2.72	2.70*	—
<b>Canadian Equity – Franklin Bissett</b>					
Series 1 .....	<b>3.98</b>	3.96	3.97	3.97	3.97
Series 3 .....	<b>3.59</b>	3.58	3.58	3.59	3.58
Series 5 .....	<b>2.97</b>	2.97	2.97	2.97	2.97
Series 6 .....	<b>2.75</b>	2.75	2.80	2.80	2.80
Series 7 .....	<b>2.36</b>	2.35	2.39	2.27	2.41
Series 8 .....	<b>2.43</b>	2.44	2.49	2.53*	—
Series IGP .....	<b>2.39</b>	2.38	2.39	2.38	2.39
<b>Canadian Small Cap Equity – NEI</b>					
Series 3 .....	<b>3.85</b>	3.81	3.81	3.83	3.82
Series 5 .....	<b>3.27</b>	3.27	3.27	3.28	3.28
Series 6 .....	<b>3.02</b>	3.03	3.20	3.23	3.24
Series 7 .....	<b>2.59</b>	2.59	2.76	2.76	2.76
Series 8 .....	<b>2.72</b>	2.72	2.91	2.87*	—
<b>Small Cap – Franklin Bissett</b>					
Series 3 .....	<b>3.77</b>	3.77	3.77	3.76	3.76
Series 5 .....	<b>3.14</b>	3.14	3.14	3.14	3.14
Series 6 .....	<b>3.10</b>	3.12	3.14	3.14	3.14
Series 7 .....	<b>2.67</b>	2.67	2.73	2.45	2.74
Series 8 .....	<b>2.84</b>	2.77	2.82	2.87*	—
<b>Foreign Equity</b>					
<b>American Equity – MFS**</b>					
Series 3 .....	<b>3.68</b>	3.69	3.70	3.73	3.74
Series 5 .....	<b>2.92</b>	2.92	2.93	2.94	2.93
Series 6 .....	<b>2.67</b>	2.68	2.90	2.90	2.88
Series 7 .....	<b>2.19</b>	2.19	2.42	2.43	2.44
Series 8 .....	<b>2.34</b>	2.35	2.57	2.59*	—
<b>American Equity Value – Desjardins</b>					
Series 1 .....	<b>3.85</b>	3.82	3.83	3.82	3.82
Series 3 .....	<b>3.20</b>	3.19	3.20	3.20	3.21
Series 5 .....	<b>3.05</b>	3.06	3.06	3.06	3.06
Series 6 .....	<b>2.69</b>	2.68	2.84	2.84	2.84
Series 7 .....	<b>2.17</b>	2.13	2.33	2.22	2.38
Series 8 .....	<b>2.37</b>	2.37	2.54	2.53*	—
<b>Global Dividend – Desjardins</b>					
Series 5 .....	<b>2.81</b>	2.81	2.82	2.81	2.80
Series 6 .....	<b>2.73</b>	2.73	2.89	2.89	2.89
Series 7 .....	<b>2.23</b>	2.23	2.39	2.37	2.37
Series 8 .....	<b>2.41</b>	2.39	2.56	2.59*	—
<b>Global Equity – Desjardins</b>					
Series 5 .....	<b>2.88</b>	2.93	2.93*	—	—
Series 6 .....	<b>2.63</b>	2.70	2.87*	—	—
Series 7 .....	<b>2.18</b>	2.18	2.36*	—	—
Series 8 .....	<b>2.32</b>	2.36	2.53*	—	—

	December 31 2021	December 31 2020	December 31 2019	December 31 2018	December 31 2017
	%	%	%	%	%
Global Equity – MFS**					
Series 3 .....	<b>3.34</b>	3.34	3.36	3.37	3.37
Series 5 .....	<b>2.90</b>	2.90	2.90	2.90	2.90
Series 6 .....	<b>2.67</b>	2.67	2.95	2.94	2.94
Series 7 .....	<b>2.17</b>	2.18	2.46	2.43	2.46
Series 8 .....	<b>2.36</b>	2.35	2.63	2.64*	—
International Equity – MFS**					
Series 1 .....	<b>3.86</b>	3.85	3.84	3.84	3.83
Series 3 .....	<b>3.63</b>	3.61	3.62	3.64	3.65
Series 5 .....	<b>2.72</b>	2.73	2.73	2.75	2.75
Series 6 .....	<b>2.94</b>	2.97	3.03	3.00	3.02
Series 7 .....	<b>2.52</b>	2.46	2.52	2.50	2.55
Series 8 .....	<b>2.65</b>	2.65	2.72	2.70*	—
International Equity Growth – Desjardins					
Series 5 .....	<b>3.08</b>	3.09	3.08	3.11	3.10
Series 6 .....	<b>2.79</b>	2.78	2.94	2.94	2.94
Series 7 .....	<b>2.31</b>	2.31	2.47	2.44	2.53
Series 8 .....	<b>2.45</b>	2.46	2.62	2.64*	—

\* Annualized.

\*\* The management expense ratios for these Funds include underlying fund managers' fees, ranging from 0.01 to 0.06%.

\*\*\* On June 1, 2021, the management expense ratios for the Series of these Funds were reduced from 0.05% to 0.15%.

On November 30, 2020, the management expense ratios for Series 6, 7 and 8 of the existing Funds in October 2020, were reduced from 0.05% to 0.35%

## 6. RELATED PARTY TRANSACTIONS

The Funds pay management fees and operating expenses to the Company, which are presented in the Statement of Comprehensive Income. Those fees are calculated daily using the net asset value of the Fund. The management fees are paid monthly at the annual rate specified in Note 5. Accrued expenses, presented in the Statement of Financial Position, are to be paid to the Company

At the end of the period, the Company had the following seed capital investments:

	December 31, 2021	December 31, 2020
	\$	\$
Conservative – Desjardins SocieTerra	<b>330,400</b>	330,960
Moderate – Desjardins SocieTerra	<b>329,920</b>	325,920
Growth – Desjardins SocieTerra	<b>188,720</b>	177,520
Maximum Growth – Desjardins SocieTerra	<b>804,182</b>	737,136
100% Equity – Desjardins SocieTerra	<b>371,680</b>	330,080
Fixed Income – Desjardins Wise ETF	<b>195,600</b>	203,500
Conservative – Desjardins Wise ETF	<b>320,480</b>	323,520
Balanced – Desjardins Wise ETF	<b>333,920</b>	324,480
Growth – Desjardins Wise ETF	<b>346,720</b>	324,800
Maximum Growth – Desjardins Wise ETF	<b>361,120</b>	325,760
100% Equity – Desjardins Wise ETF	<b>235,800</b>	204,100
Canadian Bond	<b>1,906</b>	2,014
Global Tactical Bond – Desjardins	<b>383,940</b>	385,200
Growth – Franklin Quotential	<b>31,172</b>	27,353
Canadian Dividend – NEI	<b>29,939</b>	23,253
Canadian Equity – Desjardins	<b>915,533</b>	779,874
Canadian Equity – Franklin Bissett	<b>87,547</b>	69,434
Canadian Small Cap Equity – NEI	<b>331,586</b>	296,756
Small Cap – Franklin Bissett	<b>16,698</b>	13,224
American Equity Value – Desjardins	<b>1,223,365</b>	999,612
Global Equity – Desjardins	<b>823,865</b>	704,208
International Equity – MFS	<b>35,930</b>	31,965
International Equity Growth – Desjardins	<b>55,238</b>	58,765

## NOTES TO THE FINANCIAL STATEMENTS (continued)

The related party transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties

### 7. FINANCIAL INSTRUMENTS DISCLOSURES

#### DFS Preliminary Information

The net assets of the DFS Guaranteed Investment Funds are held by the Company. These Funds are not separate legal entities. The Contract Owners do not own any of the assets of the Funds nor own an interest in the Funds. However, the financial instrument risks resulting from the Funds are assumed by the Contract Owners. The value of the segregated funds may increase or decrease according to market fluctuations. Moreover, the Funds are offered with a deposit guarantee of 75 to 100% that protects the deposits until specific maturity dates.

For the Funds of funds, details regarding the top holdings of the underlying fund(s) are shown in the appendix of the Schedule of Investment Portfolio

#### Hierarchy of Financial Instruments Measured at Fair Value

The fair value measurement of financial instruments is determined using the following three levels of the fair value hierarchy:

- Level 1 – Measurement based on quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 – Valuation techniques based primarily on observable market data;
- Level 3 – Valuation techniques not based primarily on observable market data

If inputs of different levels are used to measure the fair value of an asset or liability, the classification within the hierarchy is based on the lowest level input that is significant to the measurement

#### Measurement Monitoring

The Company is responsible for establishing the fair value measurements included in the Funds' financial statements, including Level 3 measurements. The Company obtains prices from a pricing agency, monitors and analyzes these prices daily. A Measurement Monitoring Committee established by the Company ensures that appropriate operating procedures and a proper monitoring structure are in place and followed. This Committee meets on a quarterly basis to review fair value situations. Reports are produced monthly and given quarterly to the Committee members. It also examines specific processes carried out by the Investment Fund Portfolio Department. Moreover, the Measurement Monitoring Committee establishes Measurement Policy orientation. On a quarterly basis, this Committee examines and approves the Level 3 measurements after obtaining confirmation of the measurements from each portfolio manager, as needed. The Committee signs off on any adjustments made to prices or estimates provided by the pricing agency

#### Establishment of Levels

A change in the fair value measurement method could result in a transfer between levels. The Funds' policy is to record the implications of the transfers between levels on the date of the event or change in circumstances behind the transfer.

The following types of investments may be classified as Level 3 if their prices are no longer based on observable inputs

##### a) Money Market Securities

Money market securities primarily include public sector and corporate securities. The inputs that are significant to valuation are generally observable. Public sector money market securities guaranteed by the federal or provincial government have been classified as Level 1. Other money market securities have been classified as Level 2

##### b) Equities

Equities are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities do not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data and the fair value is classified as Level 2. If the determination of fair value uses significant unobservable data, then the fair value is classified as Level 3. Unlisted warrants are generally classified as Level 2

##### c) Index-Based Investments and Exchange Traded Funds

Index-based investments and exchange traded funds are classified as Level 1 when the security is actively traded and a reliable price is observable

##### d) Bonds

Public sector government bonds are classified as Level 1. Corporate bonds, which are valued using models with inputs including interest rate curves, credit spreads and volatilities are usually classified as Level 2

##### e) Mortgage-Backed Securities and Asset-Backed Securities

Mortgage-backed securities and asset-backed securities consist primarily of corporate securities, which are valued using models with inputs including interest rate curves, credit spreads and volatilities. Since the inputs that are significant to valuation are generally observable, mortgage-backed securities and asset-backed securities are usually classified as Level 2



#### *f) Investment Funds*

Public investment funds are classified as Level 1 when their prospectus is unrestricted and their price is reliable and observable. Since some investment funds are not public, their price is determined using observable market data and their fair value is classified as Level 2. If the measurement of fair value requires the use of significant unobservable inputs, then it is classified as Level 3

#### *g) Derivative Financial Instruments*

Derivative financial instruments consist of foreign currency forward contracts for which counterparty credit spreads are observable and reliable or for which the credit-related inputs are determined to be significant to fair value, are classified as Level 2

Detailed information concerning the fair value hierarchy of each Fund is available in their respective "Notes to the Financial Statements – Specific Information". For securities classified as Level 3, the valuation techniques and assumptions are also presented in their respective notes

#### **Management of Risks Arising from Financial Instruments**

Throughout their activities, the Funds are exposed to a variety of risks associated with financial instruments such as market risk (including currency risk, interest rate risk and price risk), concentration risk, credit risk and liquidity risk. The overall risk management strategy of the Funds focuses on the unpredictability of financial markets and optimizes the Funds' financial performance. Most investments involve a risk of loss

For the purpose of these financial statements, certain risks detailed in the Contract and Information Folder are associated with other risks. The market risk, the special equities risk, the sovereign risk and the risk of volatile markets and market disruption risk are presented under price risk. The credit risk and the derivatives risk are presented under credit risk

The Company monitors the Funds' risks on a quarterly basis and the Committee Performance of Manager and Investment Solutions of Desjardins Wealth Management and Life and Health Insurance reviews these risks on a quarterly basis

The COVID-19 pandemic has increased volatility in financial markets and has led to disruptions in people's lives such as travel and border restrictions, quarantines, supply chain issues, lower consumer demand and general market impacts. Uncertainty still exists as to the long-term implications. Such disruptions can affect the management of risks arising from financial instruments

#### **Market Risk**

Market risk is the risk that the fair value or future cash flows associated with a financial instrument will fluctuate because of a change in the relevant risk variables, such as interest rates, exchange rates and equity prices. The Funds' market risk is managed through diversification of the investment portfolios' exposure ratios. The return on investments held by the Funds is monitored by the Company monthly and reviewed by the Committee Performance of Manager and Investment Solutions of Desjardins Wealth Management and Life and Health Insurance on a quarterly basis

#### *Currency Risk*

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates

Currency risk is composed of monetary items (usually including cash, receivable amounts in foreign currencies, investments in fixed-income and money market securities) and non-monetary items (usually including investments in equities and investment funds). The non-monetary assets are classified according to the trading currency of the security

The Funds are exposed to currency risk by holding assets and liabilities denominated in currencies other than the Canadian dollar, the Funds' functional currency, as the value of the securities denominated in other currencies will fluctuate according to the prevailing exchange rates. The Funds may enter into foreign currency forward contracts to reduce their exposure to currency risk

The Funds' exposure to currency risk is shown based on the carrying value of financial assets and financial liabilities (including the notional amount of foreign currency forward contracts and foreign currency futures, if any)

When the Canadian dollar decreases in relation to foreign currencies, the value of foreign investments increases. Conversely, when the value of the Canadian dollar increases, the value of foreign investments decreases

#### *Interest Rate Risk*

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates

Interest rate risk occurs when an investment fund invests in interest-bearing financial instruments. Generally, the value of these securities increases if interest rates decrease and decreases if interest rates increase. The Company manages this risk by calculating and monitoring the average portfolio duration on these securities. The Funds also hold a limited amount of cash subject to variable interest rates, which expose them to cash flow interest rate risk

#### *Price Risk*

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market price, other than those arising from currency risk or interest rate risk

## NOTES TO THE FINANCIAL STATEMENTS (continued)

The Company manages this risk by carefully selecting securities and other financial instruments, in accordance with defined limits. The maximum risk resulting from financial instruments is determined by the fair value or contract value of the financial instruments. The Funds' overall market positions are monitored monthly by the Company and reviewed on a quarterly basis by the Committee Performance of Manager and Investment Solutions of Desjardins Wealth Management and Life and Health Insurance. The Funds' financial instruments are exposed to price risk arising from uncertainties about the future prices of instruments

### **Concentration Risk**

Concentration risk arises because of the concentration of exposure within the same category, whether it is geographical location or industry sector. For Funds with an international investment strategy, the concentration by geographic location is presented according to, among other things, the country of incorporation or region. For Funds with a domestic investment strategy, the concentration by industry sector is presented according to their investments in the different sectors. The concentration risk is managed through portfolio diversification within the framework of the Funds' objective and strategy

### **Credit Risk**

Credit risk is the risk that the financial instrument counterparty will be unable to pay the full amount at maturity. The Funds' credit risk is managed through an independent credit analysis from the Manager/sub-advisor, in addition to credit rating agencies analysis

#### *Financial Instrument Transactions*

The Funds are exposed to credit risk. The Funds' and the counterparty's respective credit risk are considered when determining the fair value of financial assets and liabilities, including derivative financial instruments. Transactions are settled or paid on delivery using approved brokers. The risk of default is considered limited as delivery of the securities sold is made once the broker has received payment

Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligations

However, there are risks involved in dealing with custodians or prime brokers who settle trades and, in rare circumstances, the securities and other assets deposited with the custodian or broker may be exposed to credit risk with regard to such parties. In addition, there may be practical problems or time delays associated with enforcing the Funds' rights to their assets in the case of an insolvency of any such party

The credit rating for fixed-income securities and money market securities is rated by credit rating agencies, which generally includes the *Dominion Bond Rating Service (DBRS)*, *Standard & Poor's* and *Moody's*. In cases where the credit rating agencies do not agree on a credit rating for fixed-income securities and money market securities, they will be classified following these rules:

- If two credit ratings are available, but the ratings are different, the lowest rating is used;
- If three credit ratings are available, the most common credit rating is used;
- If all three credit rating agencies have different ratings, the middle credit rating is used

The credit rating is then converted to *DBRS* format. Generally, the greater the credit rating of a security, the lower the probability of it defaulting on its obligations

Derivative financial instruments are financial contracts whose value depends on underlying assets. The vast majority of derivative financial instruments are negotiated by mutual agreement between the Funds and their counterparties, and include, among others, foreign currency forward contracts. Other transactions are carried out as part of trades and mainly consist of standardized futures contracts

#### *Securities Lending Activities*

Securities lending, repurchase transactions and reverse repurchase transactions expose the Funds to credit risk. These transactions are governed by Investment Industry Regulatory Organization of Canada participation agreements. The Funds also use netting agreements with counterparties to mitigate credit risk and require a percentage of collateralization (a pledge) on these transactions. The Funds only accept pledges from counterparties that comply with the eligibility criteria defined in their policies. These criteria promote quick realization, if necessary, of collateral in case of default. The collateral received and given by the Funds are mainly cash and government securities. Further information on assets pledged and received as collateral is presented in the "Notes to the Financial Statements – Specific Information" pertaining to each Fund

### **Liquidity Risk**

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities

The Funds are exposed to daily cash redemptions of units. Most of their assets are therefore invested in liquid investments (i.e., investments that can be readily disposed of)

Some Funds may invest in derivative financial instruments, debt securities and unlisted equity investments that are not traded in an active market. As a result, some Funds may not be able to quickly liquidate their investments at amounts approximating their fair values or be able to respond to specific effects such as deterioration in the creditworthiness of any particular issuer

Units attributable to Contract Owners are redeemable upon request at the owner's option. However, the Company does not expect that the contractual maturity disclosed will be representative of the actual cash outflows, as Contract Owners of the instruments typically retain them for a longer period

The majority of the remaining liabilities are due within the next three months. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant

**Additional Information**

For further information on the risks associated with financial instruments to which each Fund is exposed, refer to the section "Notes to the Financial Statements – Specific Information" pertaining to each Fund. Details on risks and various documents on underlying funds (detailed description of each Fund's investment policy and, where applicable, the investment policy and/or prospectus and financial statements of the underlying fund(s)) are available upon request by writing to the Company at the following address:

1150 rue de Claire-Fontaine  
Québec, Québec, G1R 5G4

# INDEPENDENT AUDITOR'S REPORT

To the Contract Owners and Desjardins Financial Security Life Assurance Company of

DFS GIF – Conservative	DFS GIF – Global Balanced – Jarislowsky Fraser
DFS GIF – Moderate	DFS GIF – Canadian Balanced – Fiera Capital
DFS GIF – Balanced	DFS GIF – Balanced Growth – Franklin Quotential
DFS GIF – Growth	DFS GIF – Canadian Balanced – CI Signature
DFS GIF – Maximum Growth	DFS GIF – Income and Growth – CI Signature
DFS GIF – Conservative – Desjardins SocieTerra	DFS GIF – Growth and Income – NEI
DFS GIF – Moderate – Desjardins SocieTerra	DFS GIF – Growth – NEI Select
DFS GIF – Balanced – Desjardins SocieTerra	DFS GIF – Asset Allocation – Cambridge
DFS GIF – Growth – Desjardins SocieTerra	DFS GIF – Growth – Franklin Quotential
DFS GIF – Maximum Growth – Desjardins SocieTerra	DFS GIF – Dividend Income – Desjardins
DFS GIF – 100% Equity – Desjardins SocieTerra	DFS GIF – Canadian Dividend – NEI
DFS GIF – Fixed Income – Desjardins Wise ETF	DFS GIF – Canadian Equity – Desjardins
DFS GIF – Conservative – Desjardins Wise ETF	DFS GIF – Canadian Equity – Jarislowsky Fraser
DFS GIF – Balanced – Desjardins Wise ETF	DFS GIF – Canadian Equity – Fidelity True North®
DFS GIF – Growth – Desjardins Wise ETF	DFS GIF – Canadian Equity – Franklin Bissett
DFS GIF – Maximum Growth – Desjardins Wise ETF	DFS GIF – Canadian Small Cap Equity – NEI
DFS GIF – 100% Equity – Desjardins Wise ETF	DFS GIF – Small Cap – Franklin Bissett
DFS GIF – Money Market	DFS GIF – American Equity – MFS
DFS GIF – Canadian Bond	DFS GIF – American Equity Value – Desjardins
DFS GIF – Global Tactical Bond – Desjardins	DFS GIF – Global Dividend – Desjardins
DFS GIF – Diversified Income – Franklin Quotential	DFS GIF – Global Equity – Desjardins
DFS GIF – Balanced Income – Franklin Quotential	DFS GIF – Global Equity – MFS
DFS GIF – Canadian Balanced – Fidelity	DFS GIF – International Equity – MFS
DFS GIF – U.S. Monthly Income – Fidelity	DFS GIF – International Equity Growth – Desjardins

(individually, a Fund)

## Our opinion

In our opinion, the accompanying December 31, 2021 financial statements of each Fund present fairly, in all material respects, the financial position of each Fund, its financial performance and its cash flows as at and for the periods indicated in note 1 in accordance with International Financial Reporting Standards (IFRS)

## What we have audited

The financial statements of each Fund comprise:

- the statements of financial position as at the period-end dates indicated in note 1;
- the statements of comprehensive income for the periods indicated in note 1;
- the statements of changes in net assets attributable to contract owners for the periods indicated in note 1;
- the statements of cash flows for the periods indicated in note 1; and
- the notes to the financial statements, which include significant accounting policies and other explanatory information

## Basis for opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion

## Independence

We are independent of each Fund in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada. We have fulfilled our other ethical responsibilities in accordance with these requirements

# INDEPENDENT AUDITOR'S REPORT (continued)

## Other matter – unaudited information

We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of the unaudited information which is comprised of the Summary Facts Statement, Top Major Holdings as of December 31, 2021 or Top Major Holdings of the Underlying Fund as of December 31, 2021 or Top Major Holdings of the Underlying Fund or Top 25 Holdings of the Underlying Fund or Top Five Holdings of the Underlying Funds Performance information for the period ending December 31, 2021 and Financial Highlights. Accordingly, this auditor's report and our opinion does not cover the aforementioned unaudited information

## Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements of each Fund in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error

In preparing the financial statements, management is responsible for assessing the ability of each Fund to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate any Fund or to cease operations, or has no realistic alternative but to do so

Those charged with governance are responsible for overseeing the financial reporting process of each Fund

## Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole for each Fund are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements of each Fund

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of each Fund, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control of each Fund
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of each Fund to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements of each Fund or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause any Fund to cease to continue as a going concern
- Evaluate the overall presentation, structure and content of the financial statements of each Fund, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit

*PricewaterhouseCoopers LLP*<sup>1</sup>

Montréal, Québec

April 12, 2022

<sup>1</sup>CPA auditor, CA, public accountancy permit No. A123633

# MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING IN THE AUDITED ANNUAL FINANCIAL STATEMENTS

## Management

The accompanying financial statements have been prepared by the management of Desjardins Financial Security Life Assurance Company (Desjardins Financial Security), in accordance with International Financial Reporting Standards. Management is responsible for the information contained in the financial statements

Desjardins Financial Security maintains an appropriate system of internal control to ensure that relevant and reliable financial information is produced and that the Funds' assets are appropriately accounted for and safeguarded. A summary of the significant accounting policies applicable to the Funds can be found in Note 2 of the Notes to the Financial Statements

## External Auditor

PricewaterhouseCoopers LLP has been appointed by the shareholder, Desjardins Financial Corporation Inc., as the external auditor of the Funds. Their responsibility is to audit the annual financial statements in accordance with Canadian generally accepted auditing standards and to report to the contract owners of the fairness of the Funds' financial position and results of operations as reflected in the annual financial statements

## Denis Dubois

President and Chief Operating Officer

Lévis, Québec  
April 12, 2022

## Mario Robitaille

Senior Vice-President,  
Finance and Corporate  
Actuarial Services

## Éric Landry

Senior Vice-President,  
Investment Solutions



# Thank you.

Thank you for choosing the strength and stability of a company specialized in providing individual insurance and retirement savings products to over five million Canadians, every day, to ensure their financial security.

Thank you for also choosing Desjardins Group, the largest cooperative financial group in Canada, whose financial stability is recognized by the following credit ratings which are comparable, if not superior to those of the five largest Canadian banks and insurance companies:

- Standard and Poor's A+
- Moody's Aa2
- Dominion Bond Rating Service AA
- Fitch AA-

The Contract and Information Folder and the Funds Facts document contain important information on the DFS Guaranteed Investment Funds. Please read these documents carefully before investing.

DFS Guaranteed Investment Funds are established by Desjardins Financial Security Life Assurance Company.

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