



**MD Financial
Management Inc.**

MD Family of Funds

2022 Annual Management Report of Fund Performance

DISCLOSURE

This annual management report of fund performance contains financial highlights but does not contain the complete annual financial statements of the investment fund. You can obtain a copy of the annual financial statements at your request, and at no cost, by calling 1 800 267-2332, by writing to us at MD Financial Management Inc., 1870 Alta Vista Drive, Ottawa, Ontario, K1G 6R7, or by visiting our website at md.ca or SEDAR at sedar.com. Security holders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

A Message to MD Family of Funds Investors

Dear MD Family of Funds Investor:

As part of our commitment to keeping you informed about your MD Fund investments, please find attached the 2022 Annual Management Report of Fund Performance (MRFP). If you also opted to receive the fund's financial statements, they are included in this package.

The annual MRFP is a regulatory document that supplements the annual financial statements. The document includes a brief discussion and analysis of the fund's investment activities, performance and financial highlights, as well as an explanation of how the markets and overall asset mix have affected the fund.

The report is produced on a fund-by-fund basis, and your report only includes information on the funds you owned as of December 31, 2022.

If you have any questions regarding these documents, please contact your MD Advisor or the MD Trade Centre at 1 800 267-2332.

We thank you for your continued investment in the MD Family of Funds.

MD Financial Management Inc. wholly owns or has a majority interest in the MD Group of Companies. It provides financial products and services, is the fund manager for the MD Family of Funds and offers investment counselling services. For a detailed list of the MD Group of Companies, visit md.ca.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. The rate of return is used only to illustrate the effects of the compound growth rate and is not intended to reflect future values of the mutual fund or returns on investment in the mutual fund. Standard performance data assumes reinvestment of distributions only and does not take into account sales, redemption, distribution or optional charges payable by any securityholder which would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. Please read the prospectus before investing. You may obtain a copy of the prospectus before investing by calling your MD Advisor or the MD Trade Centre at 1 800 267-2332.

MD Precision Moderate Growth Portfolio™

Management Report of Fund Performance (December 31, 2022)

Investment Objectives and Strategies

The MD Precision Moderate Growth Portfolio (the "Fund") is a strategic asset allocation fund with the objective to generate income and provide capital growth by investing in a balanced allocation of mutual funds invested in fixed income and equity securities. The Fund will invest primarily in units of funds managed by MD Financial Management Inc., with an even emphasis on equity mutual funds for potential capital appreciation, with exposure to fixed income mutual funds for capital preservation and income generation. The Fund may also invest in other non-affiliated mutual funds and directly in fixed income securities, cash or cash equivalents.

The Fund's principal investment strategy is strategic asset allocation. The Fund assets will be invested according to the target weightings for the Fund, which may change at our discretion, but are generally expected to follow an approximate allocation of 37% fixed income, 15% Canadian equity, 17% US equity, 16% International equity, 6% Emerging Markets equity and 9% Alternative investments.

The Fund may not invest in companies that manufacture tobacco or tobacco-related products or cannabis or cannabis related products.

Risk

The investment risks associated with this Fund are detailed in the Simplified Prospectus.

The Fund is designed for an investor seeking a single-decision investment fund who is willing to accept a low to medium level of investment risk with exposure to all major asset classes. The Fund is suitable for an investment time horizon of 10 or more years.

Results of Operations

For the period ended December 31, 2022, the Fund had total returns of -12.1% (Series A), -11.2% (Series F2), -11.2% (Series F), and -11.5% (Series D).

The Canadian bond market, as represented by the FTSE Canada Universe Bond Index, was down double digits losing 11.7% for the 12-month period ending December 31, 2022 as central banks around the world grappled with growing inflation concerns, pandemic-related supply chain issues and a geopolitical crisis in Europe. The 10-year Government of Canada yield moved significantly higher during the period, reaching 3.6% in June as well as in October before finishing the year at 3.3%. With inflation indicators rising quickly early in 2022, the Bank of Canada embarked on its most aggressive tightening schedule in years, raising its policy interest rate seven times this year by a combined 400 basis points as it attempted to fight back against inflation.

Global equities ended the 12-month period in negative territory as the MSCI World Index (C\$) returned -12.5%. Many of the same issues from the first six months of 2022 persisted through the remainder of the year including elevated levels of inflation not seen since the 1970s, escalation of the war between Russia and Ukraine, ongoing COVID-19 lockdowns in China associated with its zero-COVID policy and the looming threat of global recession.

The dominant story of the year was the unprecedented levels of inflation seen around the world and the response by the world's monetary authorities to curb prices and bring inflation levels to within target ranges. Surging consumer prices pushed the global inflation rate beyond 11%, weighing heavily on households' purchasing power and sentiment. In the U.S., the U.S. Federal Reserve (Fed) began increasing interest rates in March and was put in 'catch-up' mode to counter point the quick rise in inflation. Since March, the Fed began an aggressive campaign of hiking interest rates by increasing the Federal Funds Rate seven times over the course of the year, going from 0.08% to 4.33%. The inflationary backdrop was exacerbated by Russia's invasion of Ukraine which added complexity to already disrupted supply lines and placed more upward pressure on commodity prices.

Inflation became an even larger story than Covid as the calendar year progressed. Surging consumer prices pushed the global inflation rate beyond 11%, weighing heavily on households' purchasing power and sentiment. The inflationary backdrop was exacerbated by Russia's invasion of Ukraine which added complexity to already disrupted supply lines and placed more upward pressure on commodity prices.

The year began with another COVID-19 wave in the form of the Omicron variant. Yet the negative impact from renewed mobility restrictions on economic growth in most parts of the world were milder than those seen for previous waves, partly in response to the widespread take up in vaccines. The same could not be said about China given its zero-COVID policy. Their imposed lockdowns, in tandem with regulatory restrictions imposed on a wide range of industries, generated an air pocket in growth which then spilled out to the rest of the world.

Seven of the eleven MSCI World Index (C\$) GICS (Global Industry Classification Standard) sectors posted negative returns over the 12-month period. The best performing sectors were Energy, Utilities and Health Care. The worst performing sectors were Communication Services, Consumer Discretionary and Information Technology.

The Fund's exposure to liquid alternatives continued to provide risk diversity to the Fund. The equity oriented MD Strategic Opportunities Fund, Series I, had a negative contribution to total return and the allocation to alternative fixed income held within the MD Strategic Yield Fund also contributed negatively as risk assets declined during the year.

At the end of December, the Fund held a neutral tactical exposure to equities with an overweight to North America, relative to an underweight to International stocks.

As at December 31, 2022, the total net asset value of the Fund was \$527.84 million, a decrease of 14% since the beginning of the year. The decrease is due to net investment loss and income distributions to unitholders, partially offset by net contributions.

Recent Developments

STRATEGIC CHANGES

In January 2022 the Portfolio Manager replaced the MD Equity Fund with a combination of 70% MD Canadian Equity Fund, 15% MD American Value Fund and 15% MD International Value Fund. The change will allow for more efficient future rebalancing of the portfolio. The change did not impact the overall asset allocation of the Portfolio and did not change the risk level of the Fund.

There have been no strategic changes and the Fund continues to be managed in a manner consistent with its investment mandate and is positioned to achieve its long-term objectives. The Investment Advisers have adhered to their investment disciplines and portfolio strategies.

MD Precision Moderate Growth Portfolio™

Management Report of Fund Performance (December 31, 2022)

Related Party Transactions

MD Financial Management Inc. is the Manager, Registrar and Trustee of the Fund. As Manager, MD Financial Management Inc. manages the overall business of the MD Family of Funds and the MDPIM Pools (collectively "the Funds") and is responsible for: setting investment objectives, providing and/or retaining the services of third party service providers for fund accounting services, administration services, and promoting the sales of the Fund's units.

The Manager is a wholly-owned subsidiary of The Bank of Nova Scotia (Scotiabank).

1832 Asset Management LP, a subsidiary of Scotiabank, is the portfolio manager of the Funds. MD Financial Management Inc., as Manager, continues to have overall responsibility for the management of the Funds. MD Financial Management Inc. is the registered portfolio manager and provides the discretionary portfolio management services to managed-account clients through MD Private Investment Counsel. 1832 Asset Management LP is responsible for the overall performance of the Funds, the management of fund assets and the selection and monitoring of the Funds' sub-advisors.

The Manager, on behalf of the Fund, may enter into transactions or arrangements with other members of Scotiabank or certain other companies that are related or connected to the Manager (each a "related party"). All transactions between the Fund and the related parties are in the normal course of business and are carried out at arm's length terms.

As Registrar, MD Financial Management Inc. keeps track of the owners of units of the Fund, processes purchase, transfer and redemptions orders, issues investor account statements and issues annual tax reporting information.

As the Fund is organized as a Trust, investing in the Fund means purchasing units of the Trust. As Trustee to the Fund, MD Financial Management Inc. holds actual title to the property in the Fund—the cash and securities the Fund invests in—on behalf of the unitholders.

The principal distributor is MD Management Limited. As principal distributor, MD Management Limited markets the units of the Fund through its offices across Canada. MD Management Limited is a wholly owned subsidiary of MD Financial Management Inc.

INDEPENDENT REVIEW COMMITTEE

The Manager has established an independent review committee (the "IRC") in accordance with National Instrument 81-107 – Independent Review Committee for Investment Funds ("NI 81-107") with a mandate to review and provide recommendations or approval, as required, on conflict of interest matters referred to it by the Manager on behalf of the Fund. The IRC is responsible for overseeing the Manager's decisions in situations where the Manager is faced with any present or perceived conflicts of interest, all in accordance with NI 81-107.

The IRC may also approve certain mergers between the Fund and other funds and any change of the auditor of the Fund. Subject to any corporate and securities law requirements, no securityholder approval will be obtained in such circumstances, but you will be sent a written notice at least 60 days before the effective date of any such transaction or change of auditor. In certain circumstances, securityholder approval may be required to approve certain mergers.

The IRC has five members: Stephen J. Griggs (Chair), Simon Hitzig, Heather A.T. Hunter, Jennifer L. Witterick and Steven Donald each of whom is independent of the Manager.

The IRC prepares and files a report to the securityholders each fiscal year that describes the IRC and its activities for securityholders, as well as contains a complete list of the standing instructions. These standing instructions enable the Manager to act in a particular conflict of interest matter on a continuing basis provided the Manager complies with its policies and procedures established to address that conflict of interest matter and reports periodically to the IRC on the matter. This report to the securityholders is available on the Manager's website or, at no cost, by contacting the Manager.

The compensation and other reasonable expenses of the IRC will be paid out of the assets of the Fund as well as out of the assets of the other investment funds for which the IRC may act as the independent review committee. The compensation for the IRC is an annual flat fee. Expenses of the IRC may include premiums for insurance coverage, travel expenses and reasonable out-of-pocket expenses.

The Manager is required to advise the IRC of any breach of a condition of any standing instructions. The standing instructions require, among other things, that the investment decision in respect to a related party transaction: (a) is made by the Manager free from any influence by an entity related to the Manager and without taking into account any consideration to any associate or affiliate of the Manager; (b) represents the business judgment of the Manager uninfluenced by considerations other than the best interests of the Fund; and (c) is made in compliance with the Manager's written policies and procedures. Transactions made by the Manager under the standing instructions are subsequently reviewed by the IRC to monitor compliance.

The Manager, in respect of its management of the Fund relied on IRC standing instructions regarding related party transactions as set out below:

- Paying brokerage commissions and spreads to a related party for effecting security transactions on a principal basis on behalf of the Fund;
- Purchases or sales of securities of an issuer from or to another investment fund managed by the Manager;
- Investments in the securities of issuers for which a related underwriter acted as an underwriter during the distribution of such securities and the 60-day period following the completion of such distribution;
- Purchases of securities of a related party;
- Investment Advisor Monitoring and Oversight

Management Fees

MD Financial Management Inc. provides the Fund with investment management and administrative services, including fund accounting and unitholder record-keeping. In return, MD Financial Management Inc. receives an annual management fee and an annual administration fee, both based on a fixed percentage of the daily net asset value of the Fund. Management fees are paid weekly and administration fees are paid monthly.

MD Financial Management Inc. pays MD Management Limited, a related party, a fee for providing financial planning services to Series A unitholders. The estimated breakdown of the services received in consideration of the management fee for Series A is as follows:

(As a percentage of management fees)

Financial Planning Services	57.7%
Investment Management and Other	42.3%

Series F and F2 unitholders pay a separate managed account fee directly to MD Management Limited. 100% of the management fee on Series F, Series F2 and Series D is for investment management and other services.

MD Precision Moderate Growth Portfolio™

Management Report of Fund Performance (December 31, 2022)

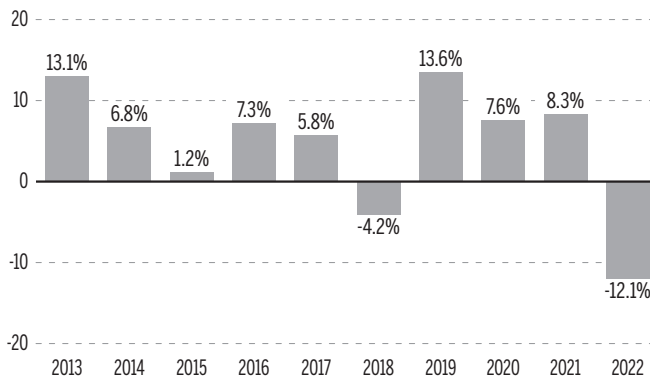
Past Performance

The following bar chart shows the Fund's annual performance for each of the years shown, and illustrates how the Fund's performance changed from year to year. The chart shows, in percentage terms, how much an investment made on the first day of each calendar year would have grown or decreased by the last day of each calendar year.

The performance information assumes that all distributions made by the Fund were reinvested in additional units of the Fund and does not take into account sales, redemption, distribution or other optional charges that would reduce returns. How the Fund has performed in the past does not necessarily indicate how the Fund will perform in the future.

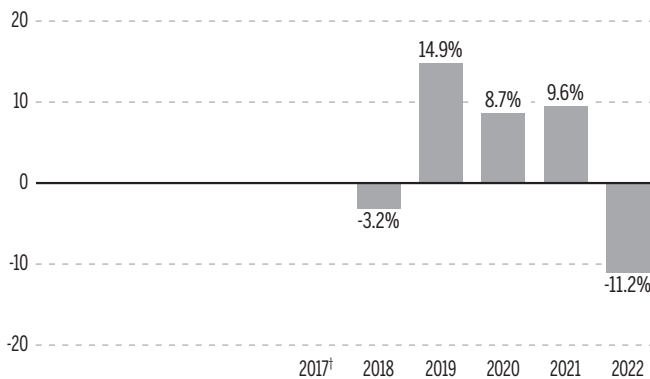
YEAR-BY-YEAR RETURNS

Series A



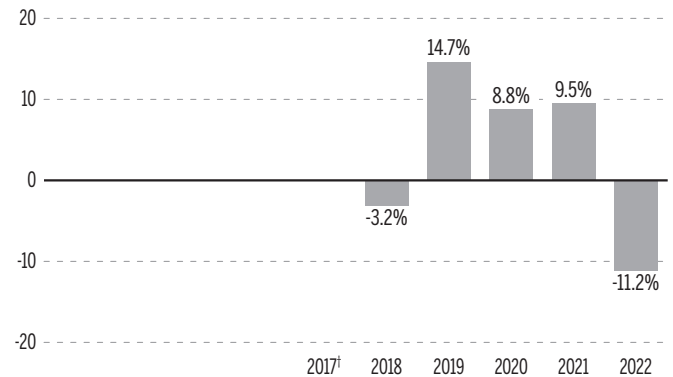
[†]Series A units are not reported in 2012 as they had been in existence for less than 12 months.

Series F



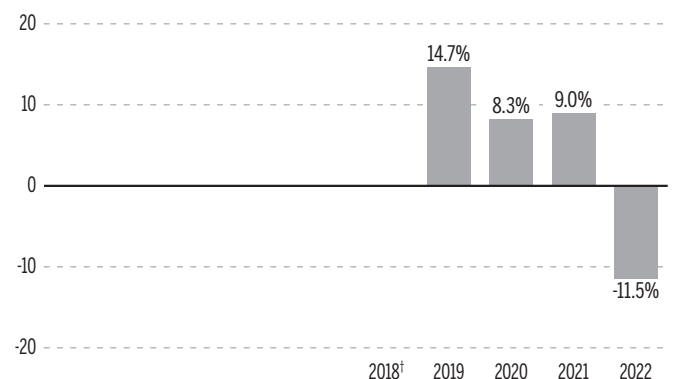
[†]Series F units are not reported in 2017 as they had been in existence for less than 12 months.

Series F2



[†]Series F2 units are not reported in 2017 as they had been in existence for less than 12 months.

Series D



[†]Series D units are not reported in 2018 as they had been in existence for less than 12 months.

ANNUAL COMPOUND RETURNS

The following table shows the portfolio's historical annual compound return for the past one-, three- and five-year periods ended on December 31 and since inception as compared to the return of a Blended Composite Index as follows:

- 3% FTSE Canada 91 Day Treasury Bill Index, which measures the performance of Canadian short-term money market rates.
- 36% FTSE Universe Bond Index, which measures the returns on Canadian bonds with greater than one year to maturity,
- 20% S&P/TSX Capped Composite Index, which measures the aggregate common share returns of Canada's largest companies,
- 17% S&P 500 Index, which measures the aggregate common share returns of the U.S.'s largest companies.
- 18% MSCI EAFE Index, which measures the aggregate returns of securities listed on exchanges in European, Australasian and Far Eastern markets.
- 6% MSCI Emerging Markets Index, which measures the aggregate returns of equity securities in global emerging markets.

The weightings of these indices within the Blended Composite Index represent the general weightings in the portfolio.

MD Precision Moderate Growth Portfolio™

Management Report of Fund Performance (December 31, 2022)

The individual indices that make up the Blended Composite Index are shown independently as a frame of reference only, and do not reflect the performance of the Fund

	1 year	3 years	5 years	10 years	Since Inception
MD Precision Moderate Growth Portfolio – Series A*	-12.07%	0.83%	2.21%	4.46%	4.63%
MD Precision Moderate Growth Portfolio – Series F	-11.20%	1.89%	3.30%		3.76%
MD Precision Moderate Growth Portfolio – Series F2	-11.18%	1.91%	3.28%		3.38%
MD Precision Moderate Growth Portfolio – Series D	-11.55%	1.47%			2.75%
Blended Composite Index	-9.08%	3.49%	4.74%	6.57%	
FTSE Canada 91 Day T-Bill Index	1.82%	0.95%	1.17%	0.95%	
FTSE Canada Universe Bond Index	-11.69%	-2.20%	0.27%	1.63%	
S&P/TSX Capped Composite Index	-5.84%	7.54%	6.85%	7.74%	
S&P 500 Index	-12.16%	9.25%	11.15%	16.08%	
MSCI EAFE Index	-7.76%	2.83%	3.64%	8.45%	
MSCI Emerging Markets	-13.90%	-0.90%	0.53%	5.00%	

*The Fund started series F2 units on May 25, 2017.

†The Fund started series F units on October 3, 2017.

‡The Fund started series D units on June 25, 2018.

Management uses the Blended Composite Index as the benchmark for this portfolio because it best represents the nature of the overall fund. Although index returns are hypothetical—as they do not reflect the true cost of owning or managing the underlying securities—they are one of several useful indicators. By comparing the Fund's performance to the movements of the benchmark, we are able to assess how the Fund is doing. For example, some short-term deviations can signal the need for change while others confirm the expectations of a longer-term strategy. If management were to ascertain that a fund's over- or underperformance was the result of excessive risk-taking or deviation from the investment mandate, we would, on behalf of all our unitholders, address these issues with the Investment Advisers, and make changes if necessary.

As the table above indicates, the Fund underperformed the Blended Composite Index for the most recent one-year period.

The most recent one-year period benchmark relative performance was the combined result of the Fund's fixed income having generated positive excess return and its benchmark relative underweight to underperforming equities. Within the Fund's fixed income allocation, a reduced interest rate risk exposure made a positive contribution to excess return. More than offsetting factors contributing to outperformance, weakness within the regional equity allocations and, in particular the growth style exposure, contributed to the Series A, F, F2, and D units underperforming versus its benchmark.

Regarding Forward-Looking Statements

This document contains forward-looking statements. Such statements are generally identifiable by the terminology used, such as “plan”, “anticipate”, “intend”, “expect”, “estimate”, or other similar wording.

These forward-looking statements are subject to known and unknown risks and uncertainties and other factors which may cause actual results, levels of activity and achievements to differ materially from those expressed or implied by such statements. Such factors include, but are not limited to: general economic, market and business conditions; fluctuations in securities prices; fluctuation in interest rates and foreign currency exchange rates; and actions by governmental authorities. Future events and their effects on the Fund may not be those anticipated. Actual results may differ materially from the results anticipated in these forward-looking statements.

MD Precision Moderate Growth Portfolio™

Management Report of Fund Performance (December 31, 2022)

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the past five years, if applicable. This information is derived from the Fund's audited annual financial statements.

THE FUND'S NET ASSETS PER UNIT¹

SERIES A	Year ended December 31				
	2022	2021	2020	2019	2018
Net assets – beginning of the year	\$ 15.19	\$ 14.22	\$ 13.30	\$ 11.87	\$ 12.90
Increase (decrease) from operations:					
Total revenue	\$ 0.35	\$ 0.30	\$ 0.30	\$ 0.32	\$ 0.31
Total expenses	\$ (0.21)	\$ (0.23)	\$ (0.21)	\$ (0.21)	\$ (0.21)
Net realized gains (losses) for the year	\$ 0.36	\$ 0.54	\$ 0.21	\$ 0.43	\$ 0.20
Net unrealized gains (losses) for the year	\$ (2.45)	\$ 0.58	\$ 0.66	\$ 1.19	\$ (0.73)
Total increase (decrease) from operations ²	\$ (1.95)	\$ 1.19	\$ 0.96	\$ 1.73	\$ (0.43)
Distributions:					
From income (excluding dividends)	\$ (0.10)	\$ (0.03)	\$ (0.04)	\$ (0.05)	\$ -
From dividends	\$ (0.05)	\$ (0.04)	\$ (0.05)	\$ (0.09)	\$ (0.13)
From capital gains	\$ (0.45)	\$ (0.14)	\$ -	\$ (0.03)	\$ (0.36)
Return of capital	\$ -	\$ -	\$ -	\$ -	\$ -
Total annual distributions ³	\$ (0.60)	\$ (0.21)	\$ (0.09)	\$ (0.17)	\$ (0.49)
Net assets – end of the year	\$ 12.76	\$ 15.19	\$ 14.22	\$ 13.30	\$ 11.87

SERIES D	Year ended December 31				
	2022	2021	2020	2019	2018 ⁴
Net assets – beginning of the year	\$ 12.02	\$ 11.16	\$ 10.47	\$ 9.28	\$ 10.00
Increase (decrease) from operations:					
Total revenue	\$ 0.28	\$ 0.24	\$ 0.23	\$ 0.32	\$ 0.15
Total expenses	\$ (0.10)	\$ (0.11)	\$ (0.10)	\$ (0.10)	\$ (0.05)
Net realized gains (losses) for the year	\$ 0.29	\$ 0.42	\$ 0.16	\$ 0.44	\$ 0.18
Net unrealized gains (losses) for the year	\$ (1.83)	\$ 0.45	\$ 0.29	\$ 0.38	\$ (1.01)
Total increase (decrease) from operations ²	\$ (1.36)	\$ 1.00	\$ 0.58	\$ 1.04	\$ (0.73)
Distributions:					
From income (excluding dividends)	\$ (0.15)	\$ (0.11)	\$ (0.13)	\$ (0.11)	\$ (0.02)
From dividends	\$ (0.04)	\$ (0.04)	\$ (0.05)	\$ (0.06)	\$ (0.02)
From capital gains	\$ (0.34)	\$ -	\$ -	\$ -	\$ (0.11)
Return of capital	\$ -	\$ -	\$ -	\$ -	\$ -
Total annual distributions ³	\$ (0.53)	\$ (0.15)	\$ (0.18)	\$ (0.17)	\$ (0.15)
Net assets – end of the year	\$ 10.11	\$ 12.02	\$ 11.16	\$ 10.47	\$ 9.28

MD Precision Moderate Growth Portfolio™

Management Report of Fund Performance (December 31, 2022)

Financial Highlights (continued)

THE FUND'S NET ASSETS PER UNIT¹

SERIES F	Year ended December 31				
	2022	2021	2020	2019	2018
Net assets – beginning of the year	\$ 12.47	\$ 11.62	\$ 10.86	\$ 9.76	\$ 10.31
Increase (decrease) from operations:					
Total revenue	\$ 0.29	\$ 0.25	\$ 0.25	\$ 0.27	\$ 0.30
Total expenses	\$ (0.06)	\$ (0.06)	\$ (0.06)	\$ (0.06)	\$ (0.06)
Net realized gains (losses) for the year	\$ 0.29	\$ 0.47	\$ 0.18	\$ 0.40	\$ 0.27
Net unrealized gains (losses) for the year	\$ (1.92)	\$ 0.45	\$ 0.57	\$ 0.80	\$ (1.10)
Total increase (decrease) from operations ²	\$ (1.40)	\$ 1.11	\$ 0.94	\$ 1.41	\$ (0.59)
Distributions:					
From income (excluding dividends)	\$ (0.20)	\$ (0.14)	\$ (0.15)	\$ (0.13)	\$ (0.07)
From dividends	\$ (0.04)	\$ (0.04)	\$ (0.04)	\$ (0.07)	\$ (0.05)
From capital gains	\$ (0.31)	\$ (0.08)	\$ -	\$ (0.14)	\$ (0.11)
Return of capital	\$ -	\$ -	\$ -	\$ -	\$ -
Total annual distributions ³	\$ (0.55)	\$ (0.26)	\$ (0.19)	\$ (0.34)	\$ (0.23)
Net assets – end of the year	\$ 10.53	\$ 12.47	\$ 11.62	\$ 10.86	\$ 9.76

SERIES F2	Year ended December 31				
	2022	2021	2020	2019	2018
Net assets – beginning of the year	\$ 12.60	\$ 11.84	\$ 11.03	\$ 9.89	\$ 10.40
Increase (decrease) from operations:					
Total revenue	\$ 0.30	\$ 0.26	\$ 0.26	\$ 0.29	\$ 0.31
Total expenses	\$ (0.06)	\$ (0.07)	\$ (0.06)	\$ (0.06)	\$ (0.06)
Net realized gains (losses) for the year	\$ 0.28	\$ 0.51	\$ 0.20	\$ 0.45	\$ 0.32
Net unrealized gains (losses) for the year	\$ (1.83)	\$ 0.42	\$ 0.72	\$ 0.64	\$ (1.42)
Total increase (decrease) from operations ²	\$ (1.31)	\$ 1.12	\$ 1.12	\$ 1.32	\$ (0.85)
Distributions:					
From income (excluding dividends)	\$ (0.18)	\$ (0.13)	\$ (0.13)	\$ (0.10)	\$ (0.05)
From dividends	\$ (0.04)	\$ (0.04)	\$ (0.03)	\$ (0.05)	\$ (0.04)
From capital gains	\$ (0.29)	\$ (0.20)	\$ -	\$ (0.16)	\$ (0.09)
Return of capital	\$ -	\$ -	\$ -	\$ -	\$ -
Total annual distributions ³	\$ (0.51)	\$ (0.37)	\$ (0.16)	\$ (0.31)	\$ (0.18)
Net assets – end of the year	\$ 10.68	\$ 12.60	\$ 11.84	\$ 11.03	\$ 9.89

¹ This information is derived from the Fund's audited annual financial statements.

² Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial year. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

³ Distributions were paid in cash or reinvested in additional units of the Fund, or both.

⁴ The results shown are for the period June 25, 2018 - December 31, 2018.

MD Precision Moderate Growth Portfolio™

Management Report of Fund Performance (December 31, 2022)

Financial Highlights (continued)

RATIOS AND SUPPLEMENTAL DATA

SERIES A	Year ended December 31				
	2022	2021	2020	2019	2018
Total net assets, end of the year ¹	\$ 124,438,534	\$ 169,180,680	\$ 162,845,346	\$ 172,674,719	\$ 222,833,893
Number of units outstanding	9,755,934	11,133,990	11,452,759	12,987,667	18,775,253
Management expense ratio ²	1.60%	1.60%	1.61%	1.65%	1.70%
Management expense ratio before tax	1.45%	1.46%	1.47%	1.51%	1.55%
Management expense ratio before waivers or absorptions	1.60%	1.60%	1.61%	1.65%	1.70%
Trading expense ratio ³	0.03%	0.02%	0.02%	0.03%	0.03%
Portfolio turnover rate ⁴	27.09%	11.62%	16.26%	43.11%	28.05%
Net assets per unit	\$ 12.76	\$ 15.19	\$ 14.22	\$ 13.30	\$ 11.87

SERIES D	Year ended December 31				
	2022	2021	2020	2019	2018 ⁵
Total net assets, end of the year ¹	\$ 1,629,957	\$ 1,886,582	\$ 1,599,473	\$ 1,954,963	\$ 286,154
Number of units outstanding	161,195	156,915	143,369	186,734	30,827
Management expense ratio ²	0.94%	0.96%	0.98%	1.00%	1.06%
Management expense ratio before tax	0.87%	0.88%	0.89%	0.91%	0.96%
Management expense ratio before waivers or absorptions	0.94%	0.96%	0.98%	1.00%	1.06%
Trading expense ratio ³	0.03%	0.02%	0.02%	0.03%	0.03%
Portfolio turnover rate ⁴	27.09%	11.62%	16.26%	43.11%	28.05%
Net assets per unit	\$ 10.11	\$ 12.02	\$ 11.16	\$ 10.47	\$ 9.28

SERIES F	Year ended December 31				
	2022	2021	2020	2019	2018
Total net assets, end of the year ¹	\$ 332,938,542	\$ 376,692,845	\$ 311,692,271	\$ 273,844,784	\$ 210,177,973
Number of units outstanding	31,625,085	30,212,922	26,815,679	25,226,560	21,545,228
Management expense ratio ²	0.55%	0.56%	0.57%	0.60%	0.63%
Management expense ratio before tax	0.50%	0.51%	0.52%	0.55%	0.60%
Management expense ratio before waivers or absorptions	0.55%	0.56%	0.57%	0.60%	0.63%
Trading expense ratio ³	0.03%	0.02%	0.02%	0.03%	0.03%
Portfolio turnover rate ⁴	27.09%	11.62%	16.26%	43.11%	28.05%
Net assets per unit	\$ 10.53	\$ 12.47	\$ 11.62	\$ 10.86	\$ 9.76

MD Precision Moderate Growth Portfolio™

Management Report of Fund Performance (December 31, 2022)

Financial Highlights (continued)

RATIOS AND SUPPLEMENTAL DATA

SERIES F2	Year ended December 31					
	2022	2021	2020	2019	2018	
Total net assets, end of the year ¹	\$ 68,836,763	\$ 64,736,815	\$ 42,804,145	\$ 27,507,622	\$ 11,895,678	
Number of units outstanding	6,447,781	5,138,304	3,614,722	2,492,981	1,202,914	
Management expense ratio ²	0.55%	0.56%	0.57%	0.60%	0.64%	
Management expense ratio before tax	0.50%	0.51%	0.52%	0.55%	0.60%	
Management expense ratio before waivers or absorptions	0.55%	0.56%	0.57%	0.60%	0.64%	
Trading expense ratio ³	0.03%	0.02%	0.02%	0.03%	0.03%	
Portfolio turnover rate ⁴	27.09%	11.62%	16.26%	43.11%	28.05%	
Net assets per unit	\$ 10.68	\$ 12.60	\$ 11.84	\$ 11.03	\$ 9.89	

¹ This information is provided as at December 31 of the year shown.

² The management expense ratio ("MER") is based on total expenses for the stated period (excluding commissions, withholding taxes and other portfolio transaction costs) and the Fund's proportionate share of the MER, if applicable, of exchange traded funds ("ETFs") in which the Fund has invested, expressed as an annualized percentage of daily average net asset value during the period.

³ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

⁴ 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 year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

⁵ The results shown are for the period June 25, 2018 - December 31, 2018.

MD Precision Moderate Growth Portfolio™

Summary of Investment Portfolio, December 31, 2022

NET ASSETS: \$527.8 MILLION



■	44.2%	Foreign Equity Funds
■	39.9%	Fixed Income Funds
■	15.5%	Domestic Equity Funds
■	0.4%	Cash and Other Net Assets

PORTFOLIO ALLOCATION

DOMESTIC EQUITY FUNDS	15.5%
FOREIGN EQUITY FUNDS	44.2%
FIXED INCOME FUNDS	39.9%
CASH AND SHORT-TERM INVESTMENTS	0.4%
OTHER NET ASSETS	0.0%
TOTAL NET ASSETS	100.0%

The Cash and Short-Term Investments and Other Net Assets may appear negative due to the timing of cash flows between the trade date and settlement date for transactions on underlying securities.

TOP 25 HOLDINGS (PERCENTAGE OF NET ASSETS)

MD Bond Fund Series I	36.3%
MD Canadian Equity Fund Series I	12.5%
MD American Growth Fund Series I	7.8%
MDPIM S&P 500 Index Pool Series A	6.3%
MDPIM Emerging Markets Equity Pool Series I	5.9%
MD International Value Fund Series I	5.9%
MD International Growth Fund Series I	5.9%
MD Strategic Opportunities Fund Series I	5.6%
MD American Value Fund Series I	3.9%
MD Strategic Yield Fund Series I	3.6%
MDPIM S&P TSX Capped Composite Index Pool Series A	3.0%
MDPIM International Equity Index Pool Series A	2.9%
Cash and short-term investments	0.4%

The Prospectus and other information about the underlying investment funds held in this MD Fund are available online at www.sedar.com.

Note: Summary of Investment Portfolio may change due to ongoing portfolio transactions of the investment fund. A quarterly update is available.

The Net Assets, Portfolio Allocation and Top 25 Holdings in the tables are based on the net assets as at December 31, 2022.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. To obtain a copy of the prospectus, please call your MD Advisor, or the MD Trade Centre at 1 800 267-2332.



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