



**MD Financial
Management Inc.**

MD Family of Funds

2023 Interim

Financial Statements

A Message Regarding Your Financial Statements

Dear MD Family of Funds Investor:

As part of our commitment to keeping you informed about your MD fund investments, please find attached the 2023 Interim Financial Statements.

The Interim Financial Statements are produced on a fund-by-fund basis, and your report only includes information on the funds you owned as of June 30, 2023.

If you have any questions regarding these documents, please contact your MD advisor or the MD TradeCentre at 1 800 267-2332. We thank you for your continued investment in the MD Family of Funds.

Interim Unaudited Financial Statements for the Six-Month Period Ended June 30, 2023

These Interim Unaudited Financial Statements do not contain the Interim Management Report of Fund Performance ("MRFP") of the investment fund. If you have not received a copy of the Interim MRFP with this report, you may obtain a copy of the Interim MRFP at your request, and at no cost, by calling the toll-free number 1 800 267-2332, by writing to us at MD Financial Management Inc., 1870 Alta Vista Drive, Ottawa ON K1G 6R7, by visiting our website at md.ca or by visiting the SEDAR website at sedar.com. Copies of the Annual Financial Statements or Annual MRFP may also be obtained, at no cost, using any of the methods outlined above. Securityholders 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.

NOTICE OF NO AUDITOR REVIEW OF THE INTERIM FINANCIAL STATEMENTS

MD Financial Management Inc, the Manager of the Fund, appoints independent auditors to audit the Fund's Annual Financial Statements. Under Canadian securities laws (National Instrument 81-106), if an auditor has not reviewed the Interim Financial Statements, this must be disclosed in an accompanying notice. The Fund's independent auditors have not performed a review of these Interim Financial Statements in accordance with standards established by the Canadian Institute of Chartered Accountants.

MD Financial Management Inc. wholly owns or has a majority interest in its seven subsidiaries (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 Family of Funds

Management's Responsibility for Financial Reporting

Management acknowledges responsibility for the preparation and presentation of the financial statements of MD Money Fund, MD Bond Fund, MD Short-Term Bond Fund, MD Precision Canadian Balanced Growth Fund, MD Precision Canadian Moderate Growth Fund, MD Dividend Growth Fund, MD Equity Fund, MD Canadian Equity Fund, MD American Value Fund, MD American Growth Fund, MD International Value Fund, MD International Growth Fund, MD Growth Investments Limited, MD Strategic Yield Fund, MD Strategic Opportunities Fund, MD Precision Conservative Portfolio, MD Precision Moderate Balanced Portfolio, MD Precision Balanced Growth Portfolio, MD Precision Maximum Growth Portfolio, MD Precision Balanced Income Portfolio, MD Precision Moderate Growth Portfolio, MD Precision Conservative Index Portfolio, MD Precision Moderate Balanced Index Portfolio, MD Precision Balanced Growth Index Portfolio, MD Precision Maximum Growth Index Portfolio, MDPIIM Canadian Equity Pool, MDPIIM US Equity Pool, MD Fossil Fuel Free Bond Fund™, MD Fossil Fuel Free Equity Fund™, MDPIIM S&P TSX Capped Composite Index Pool, MDPIIM S&P 500 Index Pool, MDPIIM International Equity Index Pool, and MDPIIM Emerging Markets Equity Pool (collectively "the funds"). The MDPIIM S&P TSX Capped Composite Index Pool, MDPIIM S&P 500 Index Pool, MDPIIM International Equity Index Pool and MDPIIM Emerging Markets Equity Pool are funds from the MDPIIM Family of Funds, offered under separate Prospectus to discretionary managed accounts clients of MD Private Investment Counsel, however these Pools offer Series F units which are available to clients of MD Management Limited. These financial statements have also been approved, in its capacity as trustee, by the Board of Directors of MD Financial Management Inc., with the exception of MD Growth Investments Limited, which has been approved by its own Board of Directors.

The financial statements have been prepared by management in accordance with International Financial Reporting Standards. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. Management has, where required, made these judgments and estimates on a reasonable basis to ensure that the financial statements are presented fairly in all material respects. Management also maintains strong internal controls to provide reasonable assurance that the financial information provided is reliable and accurate, that the funds' assets are appropriately accounted for and safeguarded, and that any compliance requirements arising under corporate legislation, securities regulations and internal codes of business conduct are strictly adhered to.

The Board of Directors of MD Financial Management Inc. and MD Growth Investments Limited are responsible to ensure that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the respective financial statements as outlined above.

The Board of Directors for MD Financial Management Inc. and MD Growth Investments Limited ("the Boards"), meet with the external auditors periodically to discuss internal control, accounting and auditing matters and financial reporting issues in order to satisfy themselves that each party's Board of Directors has properly discharged its statutory responsibilities with regard to financial reporting. The Boards review unaudited semi-annual financial statements and audited annual financial statements including the external auditors' report thereon. The Boards consider these findings when making their ultimate approval of the financial statements for issuance. The Boards also review the appointment of the external auditors annually.

KPMG LLP is the external auditor of the funds. The auditor of the funds has not reviewed these interim financial statements.

Signed on behalf of MD Growth Investments Limited.



Craig Maddock
President and Chief Executive Officer
MD Growth Investments Limited



Katie Shulha
Chief Financial Officer
MD Growth Investments Limited

Signed on behalf of MD Financial Management Inc., in its capacity as trustee for MD Money Fund, MD Bond Fund, MD Short-Term Bond Fund, MD Precision Canadian Balanced Growth Fund, MD Precision Canadian Moderate Growth Fund, MD Dividend Growth Fund, MD Equity Fund, MD Canadian Equity Fund, MD American Value Fund, MD American Growth Fund, MD International Value Fund, MD International Growth Fund, MD Strategic Yield Fund, MD Strategic Opportunities Fund, MD Precision Conservative Portfolio, MD Precision Moderate Balanced Portfolio, MD Precision Balanced Growth Portfolio, MD Precision Maximum Growth Portfolio, MD Precision Balanced Income Portfolio, MD Precision Moderate Growth Portfolio, MD Precision Conservative Index Portfolio, MD Precision Moderate Balanced Index Portfolio, MD Precision Balanced Growth Index Portfolio, MD Precision Maximum Growth Index Portfolio, MDPIIM Canadian Equity Pool, MDPIIM US Equity Pool, MD Fossil Fuel Free Bond Fund and MD Fossil Fuel Free Equity Fund, MDPIIM S&P TSX Capped Composite Index Pool, MDPIIM S&P 500 Index Pool, MDPIIM International Equity Index Pool and MDPIIM Emerging Markets Equity Pool.



Pamela Allen
President and Chief Executive Officer
MD Financial Management Inc.



Rob Charters
Chief Financial Officer
MD Financial Management Inc.

MD Equity Fund

Financial Statements

Statements of Financial Position (unaudited)

(in \$000's except for units outstanding and per unit amounts)

	June 30, 2023	December 31, 2022
Assets		
Current assets		
Investments (Note 3, 8 and 9)	\$ 889,635	\$ 866,832
Cash	31,770	34,879
Dividends and interest receivable	2,373	2,266
Financial derivative instruments (Note 3)	1,484	1,672
Receivable for investment transactions	2,829	1,222
Subscriptions receivable	1,039	286
	929,130	907,157
Liabilities		
Current liabilities		
Accrued expenses (Note 4)	80	79
Payable for investment transactions	1,498	1,875
Distributions payable	92	-
Redemptions payable	1,505	485
Financial derivative instruments (Note 3)	1,484	1,672
	4,659	4,111
Net assets attributable to holders of redeemable units	\$ 924,471	\$ 903,046
Net assets attributable to holders of redeemable units per series		
Series A	\$ 476,909	\$ 503,710
Series D	\$ 12,911	\$ 10,521
Series F	\$ 427,060	\$ 386,746
Series I	\$ 7,591	\$ 2,069
Number of redeemable units outstanding (see Fund Specific Notes)		
Series A	15,831,249	17,952,710
Series D	1,329,924	1,163,438
Series F	44,323,135	43,042,608
Series I	239,538	70,352
Net assets attributable to holders of redeemable units per unit, per series		
Series A	\$ 30.12	\$ 28.06
Series D	\$ 9.71	\$ 9.04
Series F	\$ 9.64	\$ 8.99
Series I	\$ 31.69	\$ 29.41

Statements of Comprehensive Income (unaudited)

for the periods ended June 30 (in \$000's except for per unit amounts)

	2023	2022
Income		
Net gain (loss) on investments		
Dividends	\$ 10,163	\$ 9,826
Interest for distribution purposes	775	287
Net realized gain (loss) on sale of investments	31,195	144,395
Change in unrealized appreciation (depreciation) of investments	33,644	(316,607)
Net gain (loss) on investments	75,777	(162,099)
Net gain (loss) on derivative instruments		
Net realized gain (loss) on derivative instruments	76	1,916
Change in unrealized appreciation (depreciation) of derivative instruments	-	(1,503)
Net gain (loss) on derivatives instruments	76	413
Other Income		
Foreign exchange gain (loss) on cash	(402)	591
Securities lending (see Fund Specific Notes)	63	66
Other	133	8
Total other income	(206)	665
Total income (loss)	75,647	(161,021)
Expenses		
Management fees (Note 4)	4,021	4,717
Administration fees (Note 4)	748	821
Interest expense	1	-
Withholding tax on foreign income	178	338
Transaction costs (Note 5)	621	969
Total expenses	5,569	6,845
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 70,078	\$ (167,866)
Increase (decrease) in net assets attributable to holders of redeemable units per series		
Series A	\$ 37,066	\$ (92,848)
Series D	\$ 878	\$ (1,529)
Series F	\$ 31,795	\$ (59,129)
Series I	\$ 339	\$ (14,360)
Increase (decrease) in net assets attributable to holders of redeemable units per unit, per series		
Series A	\$ 2.20	\$ (5.11)
Series D	\$ 0.73	\$ (1.61)
Series F	\$ 0.73	\$ (1.57)
Series I	\$ 2.11	\$ (12.20)

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

MD Equity Fund

Financial Statements

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units ("Net Assets") (unaudited)

for the periods ended June 30 (in \$000's)

	2023	2022
SERIES A		
Net assets - beginning of period	\$ 503,710	\$ 650,334
Add (deduct) changes during the period:		
Operations		
Increase (decrease) in net assets attributable to holders of redeemable units	37,066	(92,848)
Redeemable unit transactions		
Proceeds from issue of redeemable units	4,193	4,818
Cash paid for redemption of redeemable units	(68,026)	(36,289)
Units issued on reinvestment of distributions	1,244	452
	(62,589)	(31,019)
Distributions		
From net investment income	(1,278)	(464)
	(1,278)	(464)
Net assets - end of period	\$ 476,909	\$ 526,003
SERIES D		
Net assets - beginning of period	\$ 10,521	\$ 11,544
Add (deduct) changes during the period:		
Operations		
Increase (decrease) in net assets attributable to holders of redeemable units	878	(1,529)
Redeemable unit transactions		
Proceeds from issue of redeemable units	2,502	677
Cash paid for redemption of redeemable units	(978)	(1,628)
Units issued on reinvestment of distributions	56	15
	1,580	(936)
Distributions		
From net investment income	(68)	(49)
	(68)	(49)
Net assets - end of period	\$ 12,911	\$ 9,030

	2023	2022
SERIES F		
Net assets - beginning of period	\$ 386,746	\$ 417,550
Add (deduct) changes during the period:		
Operations		
Increase (decrease) in net assets attributable to holders of redeemable units	31,795	(59,129)
Redeemable unit transactions		
Proceeds from issue of redeemable units	42,212	20,071
Cash paid for redemption of redeemable units	(33,568)	(22,238)
Units issued on reinvestment of distributions	3,643	2,990
	12,287	823
Distributions		
From net investment income	(3,768)	(3,071)
	(3,768)	(3,071)
Net assets - end of period	\$ 427,060	\$ 356,173
SERIES I		
Net assets - beginning of period	\$ 2,069	\$ 313,088
Add (deduct) changes during the period:		
Operations		
Increase (decrease) in net assets attributable to holders of redeemable units	339	(14,360)
Redeemable unit transactions		
Proceeds from issue of redeemable units	5,354	83
Cash paid for redemption of redeemable units	(164)	(297,518)
Units issued on reinvestment of distributions	38	1
	5,228	(297,434)
Distributions		
From net investment income	(45)	-
	(45)	-
Net assets - end of period	\$ 7,591	\$ 1,294

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

MD Equity Fund

Financial Statements

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units ("Net Assets") (unaudited) (Continued)

for the periods ended June 30 (in \$000's)

	2023	2022
TOTAL FUND		
Net assets - beginning of period	\$ 903,046	\$ 1,392,516
Add (deduct) changes during the period:		
Operations		
Increase (decrease) in net assets attributable to holders of redeemable units	70,078	(167,866)
Redeemable unit transactions		
Proceeds from issue of redeemable units	54,261	25,649
Cash paid for redemption of redeemable units	(102,736)	(357,673)
Units issued on reinvestment of distributions	4,981	3,458
	(43,494)	(328,566)
Distributions		
From net investment income	(5,159)	(3,584)
	(5,159)	(3,584)
Net assets - end of period	\$ 924,471	\$ 892,500

Statements of Cash Flows (unaudited)

for the periods ended June 30 (in \$000's)

	2023	2022
Cash flows from (used in) operating activities		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 70,078	\$ (167,866)
Adjustments for:		
Proceeds from sale of investments	344,028	895,817
Purchase of investments	(303,976)	(532,890)
Unrealized foreign exchange (gain) loss on cash	(9)	51
Net realized (gain) loss on sale of investments	(31,195)	(144,395)
Change in unrealized (appreciation) depreciation of investments	(33,644)	316,607
Change in unrealized (appreciation) depreciation of derivative instruments	-	1,503
Net change in non-cash working capital	(106)	1,393
Net cash from (used in) operating activities	45,176	370,220
Cash flows from (used in) financing activities		
Proceeds from issue of redeemable units	7,626	10,266
Distributions to holders of redeemable units, net of reinvested distribution	(86)	(126)
Cash paid for redemption of redeemable units	(55,834)	(342,259)
Net cash from (used in) financing activities	(48,294)	(332,119)
Unrealized foreign exchange gain (loss) on cash	9	(51)
Net increase (decrease) in cash during the period	(3,109)	38,050
Cash, beginning of period	34,879	25,778
Cash, end of period	\$ 31,770	\$ 63,828
Interest received	757	270
Dividends received, net of withholding taxes	9,896	10,736

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

MD Equity Fund

Schedule of Investment Portfolio as at June 30, 2023 (unaudited)

(in \$000's except for number of shares)

	Number of Shares	Average Cost (\$)	Fair Value (\$)
DOMESTIC EQUITIES			
Communication Services (0.9%)			
Cogeco Inc.	36,000	2,585	2,011
Quebecor Inc. Cl. B	100,000	3,318	3,265
Rogers Communications Inc. Cl. B	40,000	2,746	2,418
Stingray Group Inc.	47,915	277	247
Total for Communication Services		8,926	7,941
Consumer Discretionary (5.0%)			
Boston Pizza Royalties Income Fund	78,800	1,220	1,308
BRP Inc. Sub. Voting	10,000	1,098	1,120
D2L Inc.	12,600	128	112
Diversified Royalty Corp.	375,751	1,070	1,067
Dollarama Inc.	40,000	2,876	3,589
Exco Technologies Limited	17,700	140	141
Gildan Activewear Inc.	194,025	8,502	8,287
Leon's Furniture Limited	38,200	698	839
Linamar Corporation	24,800	1,588	1,727
Magna International Inc.	113,483	7,997	8,487
Martinrea International Inc.	197,000	2,186	2,610
Pizza Pizza Royalty Corp.	69,300	939	1,026
Pollard Banknote Limited	11,813	282	305
Restaurant Brands International Inc.	149,124	12,250	15,317
Total for Consumer Discretionary		40,974	45,935
Consumer Staples (5.3%)			
Alimentation Couche-Tard Inc.	243,815	8,943	16,562
Empire Company Limited Cl. A	155,239	5,212	5,842
High Liner Foods Incorporated	50,343	674	700
Lassonde Industries Inc. Cl. A	3,300	378	345
Loblaw Companies Limited	20,000	1,907	2,426
Metro Inc.	88,695	2,657	6,636
Premium Brands Holdings Corp.	85,183	8,366	8,904
Primo Water Corporation	38,300	688	636
Rogers Sugar, Inc.	38,500	237	222
Saputo Inc.	203,204	6,952	6,031
The North West Company Inc.	16,200	610	509
Total for Consumer Staples		36,624	48,813
Energy (6.6%)			
Alvopetro Energy Ltd.	46,000	352	486
ARC Resources Ltd.	130,000	2,244	2,297
Cameco Corporation	105,000	3,257	4,356
Canacol Energy Ltd.	8,460	97	89
Canadian Natural Resources Limited	102,000	4,067	7,597
CES Energy Solutions Corp.	526,816	1,210	1,380
Gibson Energy Inc.	39,400	815	821
Headwater Exploration Inc.	18,100	117	115
Imperial Oil Limited	40,000	2,030	2,711
MEG Energy Corp.	100,000	2,274	2,100
North American Construction Group, Ltd.	99,445	1,917	2,521
Paramount Resources, Ltd.	73,000	2,392	2,102
Parex Resources Inc.	86,000	2,049	2,284
Pason Systems Inc.	87,500	1,038	1,005
Pembina Pipeline Corporation	80,000	3,748	3,332

Percentages shown in brackets relate investments at fair value to net assets of the Fund.

MD Equity Fund

Schedule of Investment Portfolio as at June 30, 2023 (unaudited)

(in \$000's except for number of shares)

	Number of Shares	Average Cost (\$)	Fair Value (\$)
PHX Energy Services Corp.	94,200	431	571
Secure Energy Services Inc.	45,300	310	287
ShawCor, Ltd.	145,000	1,340	2,778
Suncor Energy Inc.	88,000	2,506	3,420
TC Energy Corporation	224,090	13,144	11,998
TerraVest Industries Inc.	10,100	278	293
Total Energy Services Inc.	143,100	1,170	1,258
Tourmaline Oil Corp.	90,950	5,479	5,677
Trican Well Service Ltd.	596,500	2,191	2,106
Total for Energy		54,456	61,584
Financials (13.9%)			
AGF Management Limited Cl. B	111,169	798	874
Atrium Mortgage Investment Corporation	38,300	461	431
Bank of Montreal	30,000	2,586	3,589
Brookfield Asset Management Ltd. Cl. A	71,502	2,418	3,092
Brookfield Corporation Cl. A	355,459	11,251	15,853
CI Financial Corp.	26,900	442	405
Definity Financial Corporation	92,183	3,423	3,240
E-L Financial Corporation Limited	400	362	371
Element Fleet Management, Corp.	119,000	1,730	2,401
EQB Inc.	33,500	2,055	2,345
Fairfax Financial Holdings Limited	6,000	4,183	5,954
goeasy Ltd.	4,086	439	452
Great-West Lifeco Inc.	87,000	3,378	3,347
Guardian Capital Group, Ltd. Cl. A	12,783	557	537
iA Financial Corporation Inc.	106,640	6,433	9,624
Intact Financial Corporation	74,245	11,128	15,186
Manulife Financial Corporation	484,365	11,678	12,128
MCAN Mortgage Corporation	2,300	37	35
National Bank of Canada	98,406	9,000	9,713
Payfare Inc.	83,400	584	467
Royal Bank of Canada	80,000	5,738	10,122
The Bank of Nova Scotia	298,770	18,985	19,802
The Toronto-Dominion Bank	55,000	4,262	4,516
The Westaim Corporation	272,100	813	980
TMX Group Limited	75,000	2,226	2,236
Trisura Group, Ltd.	24,700	927	928
VersaBank	24,207	245	242
Total for Financials		106,139	128,870
Health Care (0.7%)			
Andlauer Healthcare Group Inc. Sub. Voting	14,601	718	650
Dialogue Health Technologies Inc.	30,500	114	95
DRI Healthcare Trust	41,900	415	442
Extencare Inc.	153,482	1,107	1,094
Knight Therapeutics Inc.	77,100	375	381
Medical Facilities Corporation	33,200	278	275
Quipt Home Medical Corp.	32,621	288	232
Viemed Healthcare, Inc.	156,472	1,514	2,029
Well Health Technologies Corp.	283,100	1,376	1,345
Total for Health Care		6,185	6,543
Industrials (14.3%)			
ADENTRA Inc.	3,600	114	117

Percentages shown in brackets relate investments at fair value to net assets of the Fund.

MD Equity Fund

Schedule of Investment Portfolio as at June 30, 2023 (unaudited)

(in \$000's except for number of shares)

	Number of Shares	Average Cost (\$)	Fair Value (\$)
Aecon Group Inc.	108,800	1,448	1,346
ATS Corporation	55,000	3,249	3,352
Badger Infrastructure Solutions Ltd.	50,100	1,578	1,348
Bird Construction Inc.	145,000	1,135	1,224
Black Diamond Group Limited	49,514	229	300
Bombardier Inc. Cl. B	32,000	1,712	2,090
Boyd Group Services Inc.	39,856	8,399	10,074
CAE Inc.	241,765	6,531	7,168
Calian Group Ltd.	18,547	1,186	1,141
Canadian National Railway Company	131,768	10,677	21,138
Canadian Pacific Kansas City Limited	85,000	8,472	9,095
Dexterra Group Inc.	20,800	116	119
Doman Building Materials Group Ltd.	83,689	603	548
Exchange Income Corporation	16,171	793	848
Finning International Inc.	80,000	3,147	3,260
H2O Innovation Inc.	87,600	276	280
Hammond Power Solutions Inc.	39,400	998	1,935
Heroux-Devtek Inc.	16,767	245	257
K-Bro Linen Inc.	8,800	280	276
MDA Ltd.	137,933	1,067	1,127
Mullen Group Limited	151,000	2,157	2,292
Russel Metals Inc.	36,000	1,328	1,321
SNC-Lavalin Group Inc. Cl. A	326,356	8,823	11,341
Stantec Inc.	146,165	7,006	12,642
Thomson Reuters Corporation	84,940	9,372	15,192
Wajax Corporation	77,300	1,723	1,928
Waste Connections, Inc.	24,694	3,930	4,675
Westshore Terminals Investment Corporation	62,400	1,965	1,949
WSP Global Inc.	78,178	9,052	13,683
Total for Industrials		97,611	132,066
Information Technology (9.2%)			
Celestica Inc. Sub. Voting	172,758	2,020	3,322
CGI Inc.	112,150	10,069	15,667
Constellation Software Inc.	1,920	2,901	5,270
Coveo Solutions Inc.	152,400	1,251	1,259
Docebo Inc.	41,151	1,924	2,158
Enghouse Systems Limited	78,185	2,623	2,517
Evertz Technologies Limited	17,400	231	239
Kinaxis Inc.	43,536	6,672	8,241
Open Text Corporation	280,709	14,057	15,467
Shopify Inc. Cl. A	263,962	19,579	22,601
The Descartes Systems Group Inc.	70,005	4,591	7,429
Vecima Networks, Inc.	26,669	599	468
Total for Information Technology		66,517	84,638
Materials (8.9%)			
5N Plus Inc.	70,900	200	231
Agnico Eagle Mines Limited	62,000	4,035	4,101
Alamos Gold Inc. Cl. A	210,000	2,387	3,314
B2Gold Corp.	620,000	2,940	2,926
Barrick Gold Corporation	31,987	796	717
Calibre Mining Corp.	850,400	1,330	1,182
Cascades Inc.	229,100	2,420	2,678
CCL Industries Inc. Cl. B	191,130	12,225	12,446

Percentages shown in brackets relate investments at fair value to net assets of the Fund.

MD Equity Fund

Schedule of Investment Portfolio as at June 30, 2023 (unaudited)

(in \$000's except for number of shares)

	Number of Shares	Average Cost (\$)	Fair Value (\$)
Chemtrade Logistics Income Fund	161,500	1,329	1,323
China Gold International Resources Corp. Ltd.	104,300	362	523
Dundee Precious Metals Inc.	410,500	3,346	3,592
Eldorado Gold Corporation	203,800	3,017	2,733
Franco-Nevada Corporation	66,572	11,510	12,569
Ivanhoe Mines Ltd. Cl. A	330,000	3,774	3,993
Karora Resources Inc.	181,200	868	734
Lundin Gold Inc.	85,100	1,177	1,349
Major Drilling Group International Inc.	109,200	1,033	998
New Gold Inc.	575,237	1,082	828
OceanaGold Corporation	864,400	2,393	2,256
Silvercorp Metals Inc.	212,439	959	801
Stella-Jones Inc.	70,600	3,879	4,816
Teck Resources Limited Cl. B Sub. Voting	82,000	2,496	4,571
Torex Gold Resources, Inc.	201,700	2,892	3,796
Transcontinental Inc. Cl. A	214,443	3,191	3,144
Triple Flag Precious Metals Corp.	28,283	513	516
Wheaton Precious Metals Corp.	51,000	3,132	2,922
Winpak, Ltd.	84,782	3,699	3,494
Total for Materials		76,985	82,553
Real Estate (2.5%)			
Altus Group Limited	65,225	2,965	2,865
Automotive Properties Real Estate Investment Trust	3,000	34	35
Boardwalk Real Estate Investment Trust	19,100	1,034	1,188
BTB Real Estate Investment Trust	55,400	200	178
Canadian Apartment Properties REIT	69,000	3,398	3,509
Colliers International Group Inc.	38,669	6,178	5,027
First Capital Real Estate Investment Trust	45,800	696	670
FirstService Corporation	22,000	3,533	4,488
Information Services Corporation	9,100	217	193
InterRent Real Estate Investment Trust	44,000	636	564
Mainstreet Equity Corp.	3,700	507	491
Morguard North American Residential Real Estate Investment Trust	87,486	1,503	1,474
Primaris Real Estate Investment Trust	105,900	1,394	1,427
Slate Grocery REIT	49,906	766	650
Total for Real Estate		23,061	22,759
Utilities (0.7%)			
Capital Power Corporation	60,000	2,975	2,526
Fortis Inc.	77,000	4,382	4,396
Total for Utilities		7,357	6,922
Total for Domestic Equities (68.0%)		524,835	628,624
FOREIGN EQUITIES			
Australia (0.2%)			
ANZ Group Holdings Limited	36,936	901	776
Perseus Mining Limited	969,536	1,688	1,425
Total for Australia		2,589	2,201
Bermuda (0.2%)			
Arch Capital Group Ltd.	10,356	563	1,027
Brookfield Business Partners LP Unit	31,700	796	723
Bunge Limited	866	112	108

Percentages shown in brackets relate investments at fair value to net assets of the Fund.

MD Equity Fund

Schedule of Investment Portfolio as at June 30, 2023 (unaudited)

(in \$000's except for number of shares)

	Number of Shares	Average Cost (\$)	Fair Value (\$)
Everest Re Group, Ltd.	264	102	119
Invesco Ltd.	2,595	73	58
Sagicor Financial Co. Ltd.	42,800	277	193
Total for Bermuda		1,923	2,228
Cayman Islands (0.0%)			
Itafos Inc.	164,900	314	234
Total for Cayman Islands		314	234
Curacao (0.1%)			
Schlumberger NV	10,030	606	653
Total for Curacao		606	653
Finland (0.1%)			
Nordea Bank Abp	59,795	601	863
Total for Finland		601	863
France (0.9%)			
Air Liquide SA	1,490	225	354
Air Liquide SA Registered Loyalty Bonus Shares	5,297	799	1,257
AXA SA	21,750	755	851
L'Oréal SA	1,617	620	1,000
LVMH Moët Hennessy Louis Vuitton SE	2,275	1,567	2,844
Safran SA	4,860	758	1,011
Schneider Electric SE	3,490	427	843
Total for France		5,151	8,160
Germany (0.4%)			
Fresenius Medical Care AG & Co. KGaA ADR	27,524	1,220	872
SAP SE	5,910	990	1,069
SAP SE Sponsored ADR	7,923	1,154	1,436
Total for Germany		3,364	3,377
Hong Kong (0.1%)			
AIA Group Limited	87,400	1,204	1,181
Total for Hong Kong		1,204	1,181
India (0.1%)			
HDFC Bank Limited ADR	10,912	826	1,008
Total for India		826	1,008
Ireland (0.7%)			
Accenture PLC Cl. A	10,616	4,132	4,340
Eaton Corporation PLC	3,960	582	1,055
Linde Public Limited Company	2,523	1,164	1,274
Willis Towers Watson PLC	489	157	152
Total for Ireland		6,035	6,821
Israel (0.1%)			
CyberArk Software Ltd.	3,758	624	778
Total for Israel		624	778
Japan (0.7%)			
Daikin Industries, Ltd.	3,300	864	892
FANUC Corporation	19,000	912	885
Hoya Corporation	5,300	789	838

Percentages shown in brackets relate investments at fair value to net assets of the Fund.

MD Equity Fund

Schedule of Investment Portfolio as at June 30, 2023 (unaudited)

(in \$000's except for number of shares)

	Number of Shares	Average Cost (\$)	Fair Value (\$)
Keyence Corporation	2,450	998	1,535
SMC Corporation	890	446	655
Sony Group Corporation Sponsored ADR	14,987	1,485	1,788
Total for Japan		5,494	6,593
Jersey (0.2%)			
Centamin PLC	231,800	439	350
Ferguson PLC	8,849	1,447	1,844
Total for Jersey		1,886	2,194
Luxembourg (0.1%)			
B&M European Value Retail SA	105,280	975	989
Total for Luxembourg		975	989
Netherlands (0.7%)			
Adyen NV	300	636	688
Argenx SE ADR	631	321	326
ASML Holding NV	1,420	420	1,362
ASML Holding NV NY Registered Shares	1,838	1,562	1,765
ING Groep NV	52,020	702	931
Koninklijke Philips NV NY Registered Shares	35,379	1,486	1,016
LyondellBasell Industries NV Cl. A	1,101	138	134
Total for Netherlands		5,265	6,222
Spain (0.2%)			
Amadeus IT Group, SA	6,230	485	629
Industria de Diseno Textil, SA	23,660	960	1,218
Total for Spain		1,445	1,847
Sweden (0.1%)			
Atlas Copco AB Cl. A	45,800	471	875
Total for Sweden		471	875
Switzerland (1.0%)			
Alcon Inc.	10,540	819	1,160
Chubb Limited	4,491	994	1,146
Nestlé SA Registered Shares	13,000	1,859	2,072
Partners Group Holding AG	640	927	798
Roche Holding AG Non-Voting	3,620	1,401	1,466
Schindler Holding AG Participation Certificate	3,320	932	1,032
Sika AG Registered Shares	2,570	583	974
TE Connectivity Limited	999	187	185
Total for Switzerland		7,702	8,833
United Kingdom (1.3%)			
Abcam PLC	36,155	819	1,172
Diageo PLC	28,910	1,640	1,643
Diploma PLC	15,084	653	759
InterContinental Hotels Group PLC	9,070	684	830
Intertek Group PLC	15,450	1,358	1,111
Liberty Global PLC Series A	3,401	105	76
London Stock Exchange Group PLC	9,670	1,337	1,357
RELX PLC	23,984	789	1,059
Smith & Nephew PLC Sponsored ADR	23,870	1,133	1,020
TechnipFMC PLC	20,845	185	459
Unilever PLC	21,220	1,648	1,463

Percentages shown in brackets relate investments at fair value to net assets of the Fund.

MD Equity Fund

Schedule of Investment Portfolio as at June 30, 2023 (unaudited)

(in \$000's except for number of shares)

	Number of Shares	Average Cost (\$)	Fair Value (\$)
Unilever PLC Sponsored ADR	16,187	1,043	1,118
Total for United Kingdom		11,394	12,067
United States (21.0%)			
3M Company	933	176	124
Abbott Laboratories	794	124	115
AbbVie Inc.	9,004	1,680	1,607
Activision Blizzard, Inc.	1,483	161	166
Adobe Inc.	1,186	659	768
Advanced Micro Devices, Inc.	11,074	1,382	1,671
Aflac Incorporated	2,066	182	191
Alliant Energy Corporation	1,588	115	110
Ally Financial Inc.	1,904	113	68
Alphabet Inc. Cl. A	40,319	5,837	6,394
Alphabet Inc. Cl. C	10,051	1,543	1,611
Amazon.com, Inc.	31,976	5,423	5,522
Ameren Corporation	1,179	128	128
American Electric Power Company, Inc.	1,041	114	116
American International Group, Inc.	13,111	982	999
American Tower Corporation	5,294	1,594	1,360
Ameriprise Financial, Inc.	266	106	117
AmerisourceBergen Corporation Cl. A	756	173	193
AMETEK, Inc.	753	129	161
Amgen Inc.	417	132	123
Amphenol Corporation Cl. A	12,278	1,186	1,382
Analog Devices, Inc.	2,391	565	617
Apple Inc.	42,464	8,867	10,912
Applied Materials, Inc.	5,735	923	1,098
Archer-Daniels-Midland Company	1,262	126	126
Arista Networks, Inc.	840	140	180
Arrow Electronics, Inc.	360	57	68
Arthur J. Gallagher & Co.	467	95	136
Atlassian Corporation Cl. A	6,002	1,472	1,334
Atmos Energy Corporation	852	116	131
Automatic Data Processing, Inc.	6,924	1,807	2,016
Avery Dennison Corporation	6,706	1,511	1,526
Ball Corporation	9,580	840	739
Bank of America Corporation	24,715	1,415	939
Baxter International Inc.	9,643	909	582
Becton, Dickinson and Company	2,270	705	794
Berkshire Hathaway Inc. Cl. B	3,993	739	1,804
BlackRock, Inc.	816	665	747
Blackstone Inc.	11,983	1,562	1,476
Booking Holdings Inc.	850	2,260	3,041
BorgWarner Inc.	1,577	100	102
Boston Scientific Corporation	2,405	167	172
Bristol-Myers Squibb Company	11,073	918	938
Broadcom Inc.	207	156	238
Broadridge Financial Solutions, Inc.	5,490	1,044	1,205
Brown-Forman Corporation Cl. B	1,286	123	114
Caesars Entertainment Inc.	9,196	730	621
Campbell Soup Company	1,436	101	87
Capital One Financial Corporation	1,026	181	149
Carlisle Companies Incorporated	3,516	1,086	1,195
CarMax, Inc.	12,297	1,389	1,364

Percentages shown in brackets relate investments at fair value to net assets of the Fund.

MD Equity Fund

Schedule of Investment Portfolio as at June 30, 2023 (unaudited)

(in \$000's except for number of shares)

	Number of Shares	Average Cost (\$)	Fair Value (\$)
Carrier Global Corporation	18,730	1,118	1,233
Caterpillar Inc.	1,643	452	536
CDW Corporation	6,246	1,430	1,518
Centene Corporation	7,745	753	692
CenterPoint Energy, Inc.	3,291	115	127
CF Industries Holdings, Inc.	1,418	193	130
Chesapeake Energy Corporation	785	83	87
Chevron Corporation	2,555	439	533
Cintas Corporation	242	143	159
Cisco Systems, Inc.	19,881	1,396	1,363
Citigroup Inc.	11,335	909	691
Citizens Financial Group, Inc.	3,640	193	126
CMS Energy Corporation	1,377	109	107
Cognizant Technology Solutions Corp. Cl. A	1,765	193	153
Conagra Brands, Inc.	3,363	165	150
ConocoPhillips	985	136	135
Consolidated Edison, Inc.	1,382	146	166
Copart, Inc.	1,440	173	174
Corning Incorporated	20,587	1,036	956
Corteva, Inc.	1,348	118	102
CoStar Group, Inc.	15,156	1,351	1,787
Coterra Energy Inc.	5,090	158	171
CSX Corporation	17,581	766	794
CVS Health Corporation	1,233	152	113
D.R. Horton, Inc.	1,161	125	187
Danaher Corporation	5,070	1,670	1,612
Deere & Company	3,182	1,148	1,708
Devon Energy Corporation	2,440	223	156
Diamondback Energy, Inc.	783	139	136
Dollar General Corporation	5,079	719	1,142
Dollar Tree, Inc.	6,420	815	1,220
Dover Corporation	705	142	138
Dow Inc.	1,893	131	134
DTE Energy Company	803	122	117
Duke Energy Corporation	1,073	137	128
DuPont de Nemours, Inc.	2,006	199	190
Edison International	1,271	98	117
Eli Lilly and Company	235	92	146
EQT Corporation	2,026	118	110
Equifax Inc.	4,520	1,224	1,409
Equitable Holdings, Inc.	2,452	103	88
Erie Indemnity Company Cl. A	166	60	46
Energy, Inc.	1,578	124	122
Exelon Corporation	2,173	116	117
Expeditors International of Washington, Inc.	1,023	146	164
Exxon Mobil Corporation	1,242	158	176
Fastenal Company	2,062	139	161
Fifth Third Bancorp	3,426	170	119
First Solar, Inc.	570	124	144
FirstEnergy Corp.	24,410	1,283	1,257
FMC Corporation	7,280	1,011	1,006
Freeport-McMoRan Inc.	30,282	1,494	1,605
General Dynamics Corporation	491	135	140
General Electric Company	1,197	165	174
General Mills, Inc.	1,609	162	163

Percentages shown in brackets relate investments at fair value to net assets of the Fund.

MD Equity Fund

Schedule of Investment Portfolio as at June 30, 2023 (unaudited)

(in \$'000's except for number of shares)

	Number of Shares	Average Cost (\$)	Fair Value (\$)
General Motors Company	3,457	195	177
Genuine Parts Company	751	136	168
Gilead Sciences, Inc.	1,658	138	169
Globe Life Inc.	611	95	89
Hewlett Packard Enterprise Company	8,127	179	181
HF Sinclair Corporation	1,002	72	59
Hologic, Inc.	1,457	133	156
Honeywell International Inc.	607	162	167
Howmet Aerospace Inc.	20,158	1,081	1,323
Humana Inc.	984	474	583
Huntington Ingalls Industries, Inc.	264	81	80
IDEXX Laboratories, Inc.	245	148	163
Illinois Tool Works Inc.	719	206	238
Illumina, Inc.	5,097	1,438	1,266
Intuit Inc.	3,410	2,000	2,070
Johnson & Johnson	9,589	1,975	2,103
JPMorgan Chase & Co.	10,814	1,591	2,084
Juniper Networks, Inc.	2,165	95	90
Kellogg Company	1,440	141	129
Keurig Dr Pepper Inc.	3,173	162	131
KeyCorp	6,838	165	84
Keysight Technologies, Inc.	668	145	148
Kimberly-Clark Corporation	1,165	201	213
KLA Corporation	1,736	1,023	1,115
Knight-Swift Transportation Holdings Inc.	973	68	72
Laboratory Corporation of America Holdings	380	128	121
Lam Research Corporation	222	161	189
Lamb Weston Holdings, Inc.	962	131	147
Lennar Corporation Cl. A	1,185	139	197
LKQ Corporation	1,770	125	137
Lockheed Martin Corporation	290	188	177
Loews Corporation	1,339	105	105
Lowe's Companies, Inc.	3,516	502	1,051
Marathon Oil Corporation	4,293	146	131
Marathon Petroleum Corporation	5,794	568	895
Marsh & McLennan Companies, Inc.	9,876	2,035	2,461
Marvell Technology, Inc.	9,931	647	786
Masco Corporation	19,297	1,012	1,467
MasterCard Incorporated Cl. A	11,249	5,048	5,861
Medical Properties Trust, Inc.	4,340	104	53
Merck & Co., Inc.	1,465	173	224
Meta Platforms Inc. Cl. A	5,451	1,447	2,072
MetLife, Inc.	11,157	954	836
Micron Technology, Inc.	16,871	1,283	1,411
Microsoft Corporation	27,794	10,620	12,539
Moderna, Inc.	791	170	127
Mondelez International, Inc. Cl. A	1,839	157	178
Monster Beverage Corporation	2,245	176	171
Moody's Corporation	2,270	875	1,046
Morgan Stanley	8,628	1,095	976
Nasdaq, Inc.	1,390	108	92
NIKE, Inc. Cl. B	18,507	3,050	2,706
NiSource Inc.	2,736	100	99
Nordson Corporation	330	96	109
Northern Trust Corporation	10,304	1,245	1,012

Percentages shown in brackets relate investments at fair value to net assets of the Fund.

MD Equity Fund

Schedule of Investment Portfolio as at June 30, 2023 (unaudited)

(in \$000's except for number of shares)

	Number of Shares	Average Cost (\$)	Fair Value (\$)
Northrop Grumman Corporation	186	94	112
Nucor Corporation	849	132	184
NVIDIA Corporation	5,253	1,780	2,944
NVR, Inc.	20	128	168
Occidental Petroleum Corporation	1,582	147	123
Old Dominion Freight Line, Inc.	368	143	180
Omnicom Group Inc.	11,392	1,068	1,436
Ovintiv Inc.	1,664	96	84
PACCAR Inc.	1,712	165	190
Paychex, Inc.	1,194	182	177
PepsiCo, Inc.	15,533	3,346	3,811
Pfizer Inc.	40,734	2,658	1,979
PG&E Corporation	44,755	771	1,025
Phillips 66	1,353	172	171
Pioneer Natural Resources Company	517	168	142
PPL Corp.	4,034	147	141
Principal Financial Group, Inc.	1,752	182	176
Public Storage	404	173	156
PulteGroup Inc.	1,506	93	155
QUALCOMM Incorporated	5,773	1,203	910
Quest Diagnostics Incorporated	772	130	144
Qurate Retail, Inc. 8.00% Preferred	1,094	141	54
Qurate Retail, Inc. Series A	37,629	372	49
Raytheon Technologies Corporation	7,471	646	970
Realty Income Corporation	1,631	140	129
Regency Centers Corp.	1,123	95	92
Regeneron Pharmaceuticals, Inc. Registered Shares	109	88	104
Regions Financial Corporation Registered Shares	5,624	167	133
Reliance Steel & Aluminum Co.	402	128	145
Republic Services, Inc.	707	109	143
Rivian Automotive, Inc. Cl. A	9,902	481	219
Robert Half International Inc.	781	116	78
SEI Investments Company	752	55	59
Snap-on Incorporated	345	115	132
Southwest Airlines Co.	16,859	902	809
Starbucks Corporation	15,180	1,757	1,992
Steel Dynamics, Inc.	1,258	107	182
Stryker Corporation	7,970	2,397	3,221
Synchrony Financial	2,861	151	129
Teradata Corporation	12,487	613	884
Teradyne, Inc.	956	140	141
Texas Instruments Incorporated	13,455	3,024	3,209
Texas Pacific Land Corporation	45	152	78
The AES Corporation	17,586	508	483
The Bank of New York Mellon Corporation	2,597	179	153
The Charles Schwab Corporation	33,874	2,468	2,544
The Cigna Group	3,190	877	1,186
The Coca-Cola Company	2,170	170	173
The Goldman Sachs Group, Inc.	316	147	135
The Hartford Financial Services Group, Inc.	1,494	138	143
The Hershey Company	577	150	191
The Home Depot, Inc.	3,280	1,366	1,350
The Interpublic Group of Companies, Inc.	2,416	126	123
The J.M. Smucker Company	729	145	143
The Kraft Heinz Company	2,992	161	141

Percentages shown in brackets relate investments at fair value to net assets of the Fund.

MD Equity Fund

Schedule of Investment Portfolio as at June 30, 2023 (unaudited)

(in \$000's except for number of shares)

	Number of Shares	Average Cost (\$)	Fair Value (\$)
The Mosaic Company	2,790	157	129
The Procter & Gamble Company	12,245	2,239	2,461
The Progressive Corporation	10,098	1,552	1,771
The Sherwin-Williams Company	2,034	702	715
The Southern Company	1,366	115	127
The TJX Companies, Inc.	23,407	1,872	2,629
The Travelers Companies, Inc.	577	129	133
The Williams Companies, Inc.	20,226	752	874
Tractor Supply Company	367	103	108
Tyson Foods, Inc. Cl. A	1,797	205	122
Ulta Beauty, Inc.	270	133	168
Union Pacific Corporation	1,757	551	476
United Parcel Service, Inc. Cl. B	5,202	1,305	1,235
UnitedHealth Group Incorporated	9,513	4,071	6,057
Valero Energy Corporation	1,348	218	209
Verisk Analytics, Inc. Cl. A	2,960	691	886
Verizon Communications Inc.	24,656	1,572	1,215
Vertex Pharmaceuticals Inc.	230	77	107
Viatris Inc.	8,184	101	108
Visa Inc. Cl. A	747	226	235
W. R. Berkley Corporation	1,403	126	111
W.P. Carey Inc.	1,310	129	117
W.W. Grainger, Inc.	184	117	192
Walmart Inc.	604	106	126
Waste Management, Inc.	6,102	1,178	1,402
Waters Corporation	404	163	143
Wells Fargo & Company	17,918	906	1,013
Weyerhaeuser Company	2,599	134	115
Workday, Inc. Cl. A	9,036	2,319	2,704
Zoetis Inc. Cl. A	562	137	128
Total for United States		175,014	193,887
Total for Foreign Equities (28.2%)		232,883	261,011
Total for Investments (96.2%)		\$757,718	\$889,635
Cash and Other Net Assets (3.8%)			34,836
Total Net Assets Attributable to Holders of Redeemable Units (100.0%)			\$924,471

Schedule of Derivative Instruments

(in \$000's)

FORWARD CURRENCY CONTRACTS

Contracts	Pay	Receive	Contract Rate	Due Date	Fair Value (\$)	Counterparty	Rating of the Counterparty*		
1	1,496,870	Japanese Yen	14,321	Canadian Dollar	0.010	09/20/2023	430	Toronto-Dominion Bank	AA-
1	68,244	U.S. Dollar	91,352	Canadian Dollar	1.339	09/20/2023	1,054	Royal Bank of Canada	AA-
							1,484		
1	14,321	Canadian Dollar	1,496,870	Japanese Yen	104.524	09/20/2023	(430)	Toronto-Dominion Bank	AA-
1	91,352	Canadian Dollar	68,244	U.S. Dollar	0.747	09/20/2023	(1,054)	Royal Bank of Canada	AA-
							(1,484)		
Total Forward Currency Contracts							-		

* Source: Standard & Poor's Credit Rating Agency

Percentages shown in brackets relate investments at fair value to net assets of the Fund.

MD Equity Fund

Fund Specific Notes (unaudited)

(in \$000's)

Financial Instruments

MD Equity Fund (the "Fund") invests in a diversified portfolio of Canadian and foreign equities as well as forward and futures contracts as shown in the Schedule of Investment Portfolio. Foreign equities are limited to 30% of the Fund's holdings. These investments expose the Fund to risks associated with financial instruments. The Fund's exposure and sensitivity to these risks are presented below. A description of the risks and how the Fund manages these risks is discussed in Note 8 of the Notes to the Financial Statements.

Credit Risk

The Fund's credit risk is concentrated in investments in preferred shares and derivative instruments. The Fund's maximum exposure to credit risk is the carrying value of preferred shares as presented on the Schedule of Investment Portfolio as well as the cash presented on the Statements of Financial Position. The Fund's maximum exposure to credit risk from derivative instruments is the carrying value of financial derivative instrument assets as presented on the Statements of Financial Position.

As at June 30, 2023 and December 31, 2022, the Fund does not have significant investments in debt or derivative instruments and therefore does not have exposure to credit risk.

Currency Risk

Exposures to foreign currencies as at June 30, 2023 and December 31, 2022 are presented in the table below.

Currency	Cash and Other Net Assets Attributable to Holders of Redeemable Units	Investments at Fair Value	Derivative Exposure	Net Currency Exposure	% of Net Assets Attributable to Holders of Redeemable Units
June 30, 2023					
U.S. Dollar	\$ 18,473	\$ 219,664	\$ (17)	\$ 238,120	25.8%
European Euro	273	15,521	-	15,794	1.7%
Australian Dollar	26	776	-	802	0.1%
Danish Krone	10	-	-	10	0.0%
Hong Kong Dollar	-	1,181	21	1,202	0.1%
Japanese Yen	16	4,805	(16)	4,805	0.5%
Norwegian Krone	13	-	-	13	0.0%
British Pound	14	7,748	-	7,762	0.8%
South Korean Won	3	-	-	3	0.0%
Swedish Krona	-	1,738	-	1,738	0.2%
Swiss Franc	567	7,502	-	8,069	0.9%
Total	\$ 19,395	\$ 258,935	\$ (12)	\$ 278,318	30.1%
December 31, 2022					
U.S. Dollar	\$ 12,717	\$ 211,504	\$ (33)	\$ 224,188	24.8%
European Euro	267	16,030	-	16,297	1.8%
Australian Dollar	-	884	-	884	0.1%
Danish Krone	11	-	-	11	0.0%
Hong Kong Dollar	-	2,306	21	2,327	0.3%

Currency	Cash and Other Net Assets Attributable to Holders of Redeemable Units	Investments at Fair Value	Derivative Exposure	Net Currency Exposure	% of Net Assets Attributable to Holders of Redeemable Units
Japanese Yen	3	4,769	-	4,772	0.5%
Norwegian Krone	14	-	-	14	0.0%
British Pound	-	7,121	-	7,121	0.8%
South Korean Won	3	-	-	3	0.0%
Swedish Krona	-	1,880	-	1,880	0.2%
Swiss Franc	527	7,768	-	8,295	0.9%
Total	\$ 13,542	\$ 252,262	\$ (12)	\$ 265,792	29.4%

As at June 30, 2023, if the Canadian Dollar had strengthened against all other currencies by 10%, the Net Assets Attributable to Holders of Redeemable Units of the Fund could have decreased by approximately \$27,832 or 3.0% of Net Assets Attributable to Holders of Redeemable Units (December 31, 2022 - \$26,579 or 2.9%). Conversely, had the Canadian Dollar weakened against all other currencies by 10%, the Net Assets Attributable to Holders of Redeemable Units of the Fund could have increased by approximately \$27,832 or 3.0% of Net Assets Attributable to Holders of Redeemable Units (December 31, 2022 - \$26,579 or 2.9%). These sensitivities are estimates. Actual results may vary and the variance may be material.

Interest Rate Risk

The majority of the Fund's financial assets are non-interest bearing. The maturity dates of the interest-bearing assets held by the Fund are less than one year. Therefore, the Fund's exposure to interest rate risk is not significant.

Liquidity Risk

The Fund's financial liabilities are all due within one year. Redeemable units are redeemable on demand at the holder's option; however, the Fund does not expect the contractual maturity will be representative of the actual cash outflows, as holders of these instruments typically retain them for a longer period.

Other Price Risk

As at June 30, 2023, 96.2% (December 31, 2022 - 96.0%) of the Fund's Net Assets Attributable to Holders of Redeemable Units were invested in equity financial instruments traded in active markets. If prices of securities traded on these markets decrease by 10%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units could fall by approximately \$88,964 (December 31, 2022 - \$86,683). Conversely, if prices increase by 10%, Net Assets Attributable to Holders of Redeemable Units could rise by approximately \$88,964 (December 31, 2022 - \$86,683). These sensitivities are estimates. Actual results may vary and the variance may be significant.

MD Equity Fund

Fund Specific Notes (unaudited)

(in \$000's)

Concentration Risk

Concentration risk arises as a result of the concentration of exposures within the same category. The following table summarizes the Fund's concentration risk as a percentage of Net Assets Attributable to Holders of Redeemable Units:

Market Segment	June 30, 2023	December 31, 2022
Domestic Equities		
Communication Services	0.9%	-
Consumer Discretionary	5.0%	5.5%
Consumer Staples	5.3%	6.0%
Energy	6.6%	8.0%
Financials	13.9%	16.3%
Health Care	0.7%	0.4%
Industrials	14.3%	14.8%
Information Technology	9.2%	7.4%
Materials	8.9%	7.5%
Real Estate	2.5%	-
Telecommunication Services	-	1.0%
Utilities	0.7%	0.8%
Foreign Equities		
Australia	0.2%	0.3%
Bermuda	0.2%	0.2%
Cayman Islands	0.0%	0.1%
Curacao	0.1%	0.1%
Finland	0.1%	0.1%
France	0.9%	1.0%
Germany	0.4%	0.3%
Hong Kong	0.1%	0.1%
India	0.1%	0.1%
Ireland	0.7%	0.5%
Israel	0.1%	0.1%
Japan	0.7%	0.7%
Jersey	0.2%	0.3%
Luxembourg	0.1%	0.1%
Netherlands	0.7%	0.6%
Spain	0.2%	0.2%
Sweden	0.1%	0.1%
Switzerland	1.0%	1.0%
United Kingdom	1.3%	1.2%
United States	21.0%	21.2%
Cash and Other Net Assets (Liabilities)	3.8%	4.0%
Total	100.0%	100.0%

Fair Value Hierarchy

The following is a summary of the Fund's use of quoted market prices (Level 1), internal models using observable market information as inputs (Level 2), and internal models without observable market information (Level 3) in the valuation of the Fund's securities. The inputs or methodologies used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Total*
June 30, 2023			
Domestic Equities	\$ 628,624	\$ -	\$ 628,624
Foreign Equities	222,997	38,014	261,011
Financial Derivative Instruments – Assets	-	1,484	1,484
Financial Derivative Instruments – Liabilities	-	(1,484)	(1,484)
Total	\$ 851,621	\$ 38,014	\$ 889,635
December 31, 2022			
Domestic Equities	\$ 611,456	\$ -	\$ 611,456
Foreign Equities	255,376	-	255,376
Financial Derivative Instruments – Assets	-	1,672	1,672
Financial Derivative Instruments – Liabilities	-	(1,672)	(1,672)
Total	\$ 866,832	\$ -	\$ 866,832

*The Fund does not hold any Level 3 investments.

For the period from January 1, 2023 to June 30, 2023, equity investments of approximately \$36,479 were transferred from Level 1 to Level 2. For the period from January 1, 2022 to December 31, 2022, there have been no significant transfers between Level 1 and Level 2. Transfers are primarily attributable to the valuation techniques used for foreign equity securities, as discussed in the accompanying Notes to Financial Statements.

MD Equity Fund

Fund Specific Notes (unaudited)

Redeemable Unit Transactions

for the periods ended June 30

	2023	2022
SERIES A		
Outstanding, beginning of period	17,952,710	18,598,985
Issued	183,258	156,661
Redeemed	(2,304,719)	(1,102,141)
Outstanding, end of period	15,831,249	17,653,505
SERIES D		
Outstanding, beginning of period	1,163,438	1,037,105
Issued	269,059	64,038
Redeemed	(102,573)	(147,822)
Outstanding, end of period	1,329,924	953,321
SERIES F		
Outstanding, beginning of period	43,042,608	37,858,933
Issued	4,840,892	2,225,763
Redeemed	(3,560,365)	(2,108,430)
Outstanding, end of period	44,323,135	37,976,266
SERIES I		
Outstanding, beginning of period	70,352	7,704,861
Issued	174,440	2,395
Redeemed	(5,254)	(7,670,189)
Outstanding, end of period	239,538	37,067

Securities on Loan

(in \$000's)	June 30, 2023	December 31, 2022
Fair value of securities loaned	\$ 19,148	\$ 12,122
Fair value of collateral (non-cash)	\$ 20,130	\$ 12,757

State Street Bank and Trust Co. is entitled to receive payments out of the gross amount generated from the securities lending transactions of the Fund and bears all operational costs directly related to securities lending as well as the cost of borrower default indemnification.

The table below sets out a reconciliation of the gross amount generated from the securities lending transactions of the Fund to the revenue from securities lending disclosed under securities lending income in the Fund's Statements of Comprehensive Income.

for the periods ended June 30 (in \$000's)	2023	2022
Gross amount generated from the securities lending transactions	\$ 78	\$ 80
Amounts paid to State Street Bank and Trust Co.	\$ (15)	\$ (14)
Net securities lending income as reported in the Statements of Comprehensive Income	\$ 63	\$ 66

Notes to Financial Statements

For 6 months ended June 30, 2023 and 2022

1. Name and formation of the Funds

ESTABLISHMENT OF THE FUNDS

The MD Family of Mutual Funds (individually a "Fund" and collectively the "Funds") are unincorporated mutual fund trusts formed under the laws of the province of Ontario pursuant to the Declarations of Trust, and the creation dates are as follows:

	Series A	Series I	Series D	Series F2	Series F	Private Trust Units
MD Precision Canadian Balanced Growth Fund	September 9, 1992	October 30, 2009	March 19, 2018		May 10, 2017	
MD Bond Fund	April 6, 1988	October 30, 2009	March 19, 2018		May 10, 2017	
MD Short-Term Bond Fund	September 19, 1995	October 30, 2009	March 19, 2018		May 10, 2017	
MD Precision Canadian Moderate Growth Fund	September 9, 1992	October 30, 2009	March 19, 2018		May 10, 2017	
MD Equity Fund	March 1, 1966	October 30, 2009	March 19, 2018		May 10, 2017	
MD Dividend Growth Fund	January 4, 2007	October 30, 2009	March 19, 2018		May 10, 2017	
MD International Growth Fund	July 19, 2000	October 30, 2009	March 19, 2018		May 10, 2017	
MD International Value Fund	January 5, 2004	October 30, 2009	March 19, 2018		May 10, 2017	
MD Money Fund	July 12, 1983		March 19, 2018	May 24, 2017		
MD Canadian Equity Fund	October 29, 1993	October 30, 2009	March 19, 2018		May 10, 2017	
MD American Growth Fund	September 9, 1992	October 30, 2009	March 19, 2018		May 10, 2017	
MD American Value Fund	July 10, 2000	October 30, 2009	March 19, 2018		May 10, 2017	
MD Strategic Yield Fund	January 30, 2014	January 30, 2014	March 19, 2018		May 10, 2017	
MD Strategic Opportunities Fund	January 30, 2014	January 30, 2014	March 19, 2018		May 10, 2017	
MD Precision Conservative Portfolio	January 6, 2010		March 19, 2018	May 24, 2017	May 10, 2017	
MD Precision Balanced Income Portfolio	March 27, 2012		March 19, 2018	May 24, 2017	May 10, 2017	
MD Precision Moderate Balanced Portfolio	January 6, 2010		March 19, 2018	May 24, 2017	May 10, 2017	
MD Precision Moderate Growth Portfolio	March 27, 2012		March 19, 2018	May 24, 2017	May 10, 2017	
MD Precision Balanced Growth Portfolio	January 6, 2010		March 19, 2018	May 24, 2017	May 10, 2017	
MD Precision Maximum Growth Portfolio	January 6, 2010		March 19, 2018	May 24, 2017	May 10, 2017	
MD Fossil Fuel Free Bond Fund	May 11, 2016	May 11, 2016	March 19, 2018		May 10, 2017	
MD Fossil Fuel Free Equity Fund	May 11, 2016	May 11, 2016	March 19, 2018		May 10, 2017	
MD Precision Conservative Index Portfolio				January 2, 2019		
MD Precision Moderate Balanced Index Portfolio				January 2, 2019		
MD Precision Balanced Growth Index Portfolio				January 2, 2019		
MD Precision Maximum Growth Index Portfolio				January 2, 2019		

Notes to Financial Statements

For 6 months ended June 30, 2023 and 2022

	Series A	Series I	Series D	Series F2	Series F	Private Trust Units
MDPIM Canadian Equity Pool	June 16, 1999					August 9, 2000
MDPIM US Equity Pool	August 6, 1999					August 9, 2000
MDPIM Emerging Markets Equity Pool	April 11, 2014	March 19, 2018	March 19, 2018		March 19, 2018	
MDPIM S&P/TSX Capped Composite Index Pool	March 20, 2017				November 21, 2017	
MDPIM S&P 500 Index Pool	March 20, 2017				November 21, 2017	
MDPIM International Equity Index Pool	March 20, 2017				November 21, 2017	

MD Growth Investments Limited ("MD Growth") is a mutual fund corporation incorporated under the laws of Ontario pursuant to the Letters Patent and the series creation dates are as follows:

	Series A	Series I	Series D	Series F
MD Growth Investments Limited	July 18, 1969	October 30, 2009	May 16, 2018	May 10, 2017

MD Financial Management Inc. ("the Manager") is the Manager and Trustee of the Funds. The Manager is a wholly-owned subsidiary of The Bank of Nova Scotia ("Scotiabank"). The address of the Funds' registered office is 1870 Alta Vista, Ottawa, Ontario.

Throughout these Notes to the Financial Statements, the shares of MD Growth Investments Limited have been referred to as "units" to simplify the presentation.

The financial statements of the Funds include the Statements of Financial Position as of June 30, 2023 and December 31, 2022, as applicable, and the Statements of Comprehensive Income, the Statements of Changes in Net Assets Attributable to Holders of Redeemable Units and the Statements of Cash Flows for the periods ended June 30, 2023 and 2022, except for Funds established during either period, in which case the information provided relates to the period from creation date to June 30, 2023 or 2022. The Schedule of Investment Portfolio for each of the Funds is at June 30, 2023.

These financial statements were authorized for issue by the Manager on August 10, 2023.

SERIES OF UNITS

"Series A" units are available to all MD Management Ltd. clients who are qualified eligible investors. The MDPIM Canadian Equity Pool and MDPIM US Equity Pool "Series A" units are closed to new subscribers. Investors holding "Series A" units of MDPIM Canadian Equity Pool and MDPIM US Equity Pool are allowed to hold their units, as well as subscribe for additional "Series A" units.

"Series D" units are available to all MD Management Ltd. clients who are qualified eligible investors and who have an MD Direct Trade™ account with MD Management Ltd.

"Series F" units are available to all MD Management Ltd. clients who are qualified eligible investors and who have a fee-based account with MD Management Ltd.

"Series F2" units are available only to qualified eligible investors who open an MD ExO® Direct account with MD Management Ltd.

"Series I" units were established to support the MD Precision Conservative Portfolio, the MD Precision Moderate Balanced Portfolio, the MD Precision Balanced Growth Portfolio, the MD Precision Maximum Growth Portfolio, the MD Precision Balanced Income Portfolio and the MD Precision Moderate Growth Portfolio. These units are only available to the six Funds listed above and certain institutional investors, and are not charged management fees.

MDPIM Canadian Equity Pool and MDPIM US Equity Pool offer "Private Trust Series" and MDPIM Emerging Markets Equity Pool, MDPIM S&P/TSX Capped Composite Index Pool, MDPIM S&P 500 Index Pool and MDPIM International Equity Index Pool offer "Series A" units which may be purchased by either MD Private Investment Counsel (an operating division of MD Financial Management Inc.) or MD Private Trust Company clients who have appointed MD Private Investment Counsel to provide discretionary portfolio management services and advice to them or MD Private Trust Company to provide trust services.

2. Basis of presentation

These financial statements have been prepared in compliance with International Financial Reporting Standards (IFRS) as published by the International Accounting Standards Board (IASB). The preparation of these financial statements in accordance with IFRS requires the use of judgment in applying accounting policies and to make estimates and assumptions concerning the future. Significant accounting judgments and estimates made by the Manager are disclosed in Note 7.

Notes to Financial Statements

For 6 months ended June 30, 2023 and 2022

3. Significant accounting policies

FUNCTIONAL AND PRESENTATION CURRENCY

The financial statements are presented in Canadian dollars, which is the Funds' functional currency. Cash, investments and other assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the rate of exchange prevailing on each valuation date. Transactions during the year in currencies other than Canadian dollars are translated into Canadian dollars at the rate of exchange prevailing on the trade date of the transaction. The difference in the foreign exchange rate between trade date and settlement date of a transaction is recognized in income on the Statements of Comprehensive Income. 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 gains or losses on the sale of investments or derivatives.

All financial information is presented in Canadian dollars and has been rounded to the nearest thousand, unless otherwise stated.

FINANCIAL INSTRUMENTS

The Funds classify and measure financial instruments in accordance with IFRS 9 "Financial Instruments" (IFRS 9). All financial assets and liabilities are recognized in the Statements of Financial Position when the Funds become party to the contractual requirements of the instrument. Financial instruments are derecognized when the right to receive cash flows from the instrument has expired or the Funds have transferred substantially all the risks and rewards of ownership. As such, investment purchase and sale transactions are recorded as of the trade date.

The Funds classify investments, including derivatives, as fair value through profit or loss (FVTPL). Investment classification is based on both the Funds' business model for managing those investments and their contractual cash flow characteristics. The portfolio of investments is managed and performance is evaluated on a fair value basis in accordance with the Funds' investment strategy. The Funds are primarily focused on fair value information and use that information to assess performance and to make decisions. The contractual cash flows of the Funds' debt securities are generally principal and interest, however, the collection of contractual cash flows is only incidental to achieving the Funds' business model's objective. Consequently, all investments are measured at FVTPL. Subsequent to initial recognition, investments, including derivatives, are measured at FVTPL. Gains and losses arising from changes in the fair value are included in the Statements of Comprehensive Income for the years in which they arise.

The Funds' obligation for net assets attributable to holders of redeemable units is measured at FVTPL, with fair value being the redemption amount at the reporting date.

Cash is measured at fair value upon recognition and subsequently at amortized cost.

Other financial assets and liabilities, such as accrued interest and dividends receivable, accounts receivable for investment transactions, subscriptions receivable, amounts receivable for securities lending transactions, distributions payable, accounts payable for investment transactions and redemptions payable are recognized initially at fair value, net of transaction costs, and subsequently stated at amortized cost using the effective interest rate method. Under this method, these financial assets and liabilities reflect the amount required to be received or paid, discounted, when appropriate, at the contracts' effective interest rate.

NET ASSETS VERSUS NET ASSET VALUE

The Funds' accounting policies for measuring the fair value of their investments and derivatives are identical to those used in measuring the net asset value (NAV) for transactions with unitholders in accordance with Part 14 of National Instruments 81-106 Investment Funds for Continuous Disclosure ("NI 81-106").

INCOME RECOGNITION

Gains and losses arising from changes in fair value of non-derivative financial assets are shown in the Statements of Comprehensive Income as "Change in unrealized appreciation (depreciation) of investments" and as "Net realized gain (loss) on sale of investments" when positions are sold.

Gains and losses arising from changes in fair value of derivatives are shown in the Statements of Comprehensive Income as "Change in unrealized appreciation (depreciation) on derivative instruments" and as Net realized gain (loss) on derivative instruments" when positions are closed out or have expired, where applicable.

The interest for distribution purposes shown on the Statements of Comprehensive Income represents the coupon interest received by the Funds, accounted for on an accrual basis. Dividend income and distributions to unitholders are recorded on the ex-dividend date. Distributions from underlying funds out of interest, foreign income and related withholding taxes, Canadian dividends and net realized capital gains are recognized when declared. Realized gains or losses from investment transactions and the unrealized appreciation or depreciation of investments are computed on an average cost basis, which exclude brokerage commissions and other trading expenses. Brokerage commissions and other trading expenses are charged to income as incurred.

OFFSETTING FINANCIAL INSTRUMENTS

Financial assets and liabilities are offset and the net amount reported in the Statements of Financial Position when the Funds currently have a legally enforceable right to set-off the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. In the normal course of business, the Funds may enter into various master netting agreements or similar agreements that do not meet the criteria for offsetting in the Statements of Financial Position but still allow for the related amounts to be set off in certain circumstances, such as bankruptcy or termination of the contracts. Financial assets and liabilities that are subject to master netting or comparable agreements and the related potential effect of offsetting are disclosed in the respective Fund Specific Notes.

Transactions with counterparties are governed by separate master netting agreements. Each agreement allows for net settlement of certain open contracts where the Fund and respective counterparty both elect to settle on a net basis. In the absence of such an election, contracts will be settled on a gross basis. However, each party to the master netting agreement will have the option to settle all open contracts on a net basis in the event of default of the other party.

NON-CASH TRANSACTIONS

Non-cash transactions on the Statements of Cash Flows include reinvested distributions from the underlying mutual funds and stock dividends from equity investments. These amounts represent non-cash income recognized in the Statements of Comprehensive Income. In addition, reclassifications between series of the same fund are also non-cash in nature and have been excluded from "Proceeds from issue of redeemable units" and "Cash paid on redemption of redeemable units" on the Statements of Cash Flows.

Notes to Financial Statements

For 6 months ended June 30, 2023 and 2022

FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Investments are categorized as FVTPL and are recorded at fair value. In the case of securities traded in an active market, fair value is based on quoted market prices at the close of trading on the reporting date as provided by independent pricing services. The Funds use the last traded market price for both financial assets and financial liabilities where the last traded price falls within the day's bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances. In the case of investments not traded in an active market, or for those securities for which the Manager feels the latest market prices are not reliable, fair value is estimated based on valuation techniques established by the Manager. Valuation techniques established by the Manager are based on observable market data except in situations where there is no relevant or reliable market data. The value of securities estimated using valuation techniques not based on observable market data, if any, is disclosed in the Financial Instruments Risks section of the financial statements.

FINANCIAL DERIVATIVES INSTRUMENTS

A derivative is a financial contract between two parties, the value of which is derived from the value of an underlying asset such as an equity, bond, commodity, interest rate or currency. Certain Funds may use derivatives, such as options, futures, forward contracts, swap contracts, and other similar instruments, in a manner considered appropriate to achieving the Fund's investment objectives. Derivatives may be used to protect a security price, currency exchange rate or interest rate from negative changes (hedging) or to provide exposure to securities, indices, or currencies without investing in them directly (non-hedging). Derivatives contain various risks including the potential inability for the counterparty to fulfil their obligations under the terms of the contract, the potential for illiquid markets and the potential price risk which may expose the Funds to gains and/or losses in excess of the amounts shown on the Statements of Financial Position. Derivatives with unrealized gains are reported as financial derivative instruments under current assets and derivatives with unrealized losses are reported as financial derivative instruments under current liabilities.

Forward Currency Contracts

Certain Funds may enter into forward currency contracts for either hedging or non-hedging purposes where such activity is consistent with their investment objectives and as permitted by the Canadian securities regulatory authorities. A forward currency contract is an agreement between two parties to buy and sell a currency at a set price on a future date. Investments in forward currency contracts are entered into with approved counterparties and are recorded at fair value. The fair value of a forward currency contract fluctuates with changes in foreign currency exchange rates. The fair value of forward currency contracts is reported as financial derivative instruments in the Statements of Financial Position. Forward currency contracts are marked to market daily and the changes in fair value of forward currency contracts are recorded in "Change in unrealized appreciation (depreciation) of derivative instruments". Upon closing of the contracts, the accumulated gains or losses are reported in "Net realized gain (loss) on sale of derivative instruments". The contractual amounts of open contracts are disclosed in the Schedule of Investment Portfolio in the Schedule of Derivative Instruments.

Futures Contracts

Futures contracts are valued on each valuation day using the closing market price posted on the related public exchange. The fair value of future contracts is reported as "Financial Derivative Instruments" in the Statements of Financial Position. All gains or losses arising from futures contracts are recorded as part of "Change in unrealized appreciation (depreciation) of derivative instruments" in the Statements of Comprehensive Income until the contracts are closed out or expire, at which time the gains or losses are realized and reported as "Net realized gain (loss) on derivative instruments".

Credit Default Swaps

Certain Funds may enter into credit default swap contracts, primarily to manage and/or gain exposure to credit risk where such activity is consistent with their investment objectives and as permitted by the Canadian securities regulatory authorities. A credit default swap is an agreement between the Fund and a counterparty whereby the buyer of the contract receives credit protection and the seller of the contract guarantees the credit worthiness of a referenced debt obligation. The underlying referenced debt obligation may be a single issuer of corporate or sovereign debt, a credit index, or a tranche of a credit index. The credit risk exposure of a Fund to the referenced asset is comparable to the exposure that would have resulted if the Fund were invested directly in the referenced debt obligation. If the Funds are buyers of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Funds will either (i) receive the notional amount of the credit default swap contract from the seller in exchange for the referenced debt obligation or (ii) receive a net settlement amount equal to the notional amount of the credit default swap contract less the recovery amount of value of the referenced debt obligation. If the Funds are sellers of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Funds will either (i) pay to the buyer of protection an amount equal to the notional amount of the swap and take delivery of the referenced obligation, other deliverable obligations or underlying securities comprising the referenced index or (ii) pay a net settlement amount in the form of cash or securities equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index. The maximum credit risk to the Fund as a seller of protection is the notional amount of the contract.

Over the term of the contract, the buyer pays the seller a periodic stream of payments, provided that no event of default has occurred. Such periodic payments paid or received are accrued daily and are included in the Statements of Comprehensive Income in Net Interest Income (Expense) from Swap Contracts. Credit Default Swaps are disclosed in the Schedule of Derivative Instruments. The change in value of a credit default swap contract and any upfront premium paid or received is included in the Statements of Financial Position as Financial Derivative Instruments. When the credit default swap contracts are closed out, gains or losses, including upfront premiums, are realized and included in the Statements of Comprehensive Income in "Net realized gain (loss) on derivative instruments". Pursuant to the terms of the credit default swap contract, cash or securities may be required to be deposited as collateral.

Interest Rate Swaps

Certain Funds may enter into interest rate swap contracts, primarily to manage and/or gain exposure to fluctuations in interest rates. An interest rate swap is an agreement between the Fund and a counterparty whereby the parties agree to exchange a fixed payment for a floating payment that is linked to an interest rate and an agreed upon notional amount.

Notes to Financial Statements

For 6 months ended June 30, 2023 and 2022

Over the term of the contract, each party will pay to the other party a periodic stream of payments. Such periodic payments paid or received are accrued daily and are included in the Statements of Comprehensive Income in Net Interest Income (Expense) from Swap Contracts. Interest Rate Swaps are disclosed in the Schedule of Derivative Instruments. The change in value of an interest rate swap contract and any upfront premium paid or received is included in the Statements of Financial Position as Financial Derivative Instruments. When the interest rate swap contracts are closed out, gains or losses, as well as any upfront premiums, are realized and included in the Statements of Comprehensive Income in Net realized gain (loss) on derivative instruments.

Total Return Swaps

Certain Funds may enter into total return swap contracts primarily to manage and/or gain exposure to the underlying reference asset. An total return swap is an agreement between the Fund and a counterparty where single or multiple cash flows are exchanged based on the price of an underlying reference asset and based on a fixed or variable rate.

Over the term of the contract, the Funds will pay to the counterparty a periodic stream of payments based on fixed or variable rate. Such periodic payments paid are accrued daily and are included in the Statements of Comprehensive Income in Net Interest Income (Expense) from Swap Contracts. At the maturity date, a net cash flow is exchanged where the total return is equivalent to the return of the underlying reference asset less a financing rate, if any. As a receiver, the Funds would receive payments based on any net positive total return and would owe payments in the event of a net negative total return. Total return swaps are disclosed in the Schedule of Derivative Instruments. The change in value of an total return swap contract is included in the Statements of Financial Position as Financial Derivative Instruments. When the total return swap contracts are closed out, gains or losses are realized and included in the Statements of Comprehensive Income in Net realized gain (loss) on derivative instruments.

Cross Currency Swaps

Certain Funds may enter into cross currency swap contracts, primarily to manage and/or gain exposure to currency risk. A cross currency swap is an agreement between the Fund and a counterparty whereby the parties agree to exchange interest payments and principal on loans denominated in two different currencies.

Over the term of the contract, each party will pay to the other party a periodic stream of payments. Such periodic payments paid or received are accrued daily and are included in the Statements of Comprehensive Income in Net Interest Income (Expense) from Swap Contracts. Cross currency swaps are disclosed in the Schedule of Derivative Instruments. The change in value of a cross currency swap contract and any upfront premium paid or received is included in the Statements of Financial Position as Financial Derivative Instruments. When the cross currency swap contracts are closed out, gains or losses, as well as any upfront premiums, are realized and included in the Statements of Comprehensive Income in Net realized gain (loss) on derivative instruments.

Foreign Currency Option Contracts

Certain Funds may purchase foreign currency options. Purchasing foreign currency options gives the Fund the right, but not the obligation to buy or sell the currency and will specify the amount of currency and a rate of exchange that may be exercised by a specified date. These options may be used as a hedge against possible variations in foreign exchange rates or to gain exposure to foreign currencies.

Foreign currency option contracts are disclosed in the Schedule of Derivative Instruments. The change in value of a foreign currency option contract and any premiums paid are included in the Statements of Financial Position as Financial Derivative Instruments. When the foreign currency option contracts are closed out, gains or losses, as well as any premiums paid, are realized and included in the Statements of Comprehensive Income in Net realized gain (loss) on derivative instruments.

CAPITAL RISK MANAGEMENT

Units issued and outstanding are considered to be the capital of the Funds. The Funds do not have any specific capital requirements on the subscription and redemption of units, other than certain minimum subscription. The Funds' units are offered for sale on any business day and may be redeemed or issued at the Net Asset Value (NAV) per unit for the respective series on that business day. A business day refers to any day the Toronto Stock Exchange is open for business. The NAV for each series is computed daily by calculating the value of that series' proportionate share of net assets and liabilities of the Fund common to all series less liabilities attributable to that series. Expenses directly attributable to a series are charged to that series. Assets, common liabilities, revenues and other expenses are allocated proportionately to each series based upon the relative NAVs of each series. The NAV per unit is determined by dividing the NAV of each series of a Fund by the total number of units of that series outstanding.

INCREASE (DECREASE) IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS PER UNIT

"Increase (decrease) in net assets attributable to holders of redeemable units per unit" in the Statements of Comprehensive Income represents the increase or decrease in net assets attributable to holders of redeemable units attributable to each series of units for the year, divided by the weighted average units outstanding in that series during the year.

SECURITIES LENDING TRANSACTIONS

A Fund may lend portfolio securities to earn additional income through a securities lending agreement with its custodian. The aggregate market value of all securities loaned by the Fund cannot exceed 50% of the assets of the Fund. The Fund receives collateral in the form of securities deemed acceptable under National Instrument 81-102, "Mutual Funds" ("NI81-102") of at least 102% of the fair value of securities on loan. Collateral held is typically government and corporate bonds.

Income from securities lending is recorded as "Securities lending" on a monthly basis when it is receivable. Securities lending details are listed in Securities on Loan included in the Fund Specific Notes to the financial statements. The securities lending agent earns 20% of the gross income generated through any securities lending transactions in the Funds.

Notes to Financial Statements

For 6 months ended June 30, 2023 and 2022

REDEEMABLE UNITS

Certain Funds issue different series of redeemable units, which are redeemable at the holder's option and do not have identical rights. Such units are classified as financial liabilities. Redeemable units can be put back to the Funds at any date for cash equal to a proportionate share of the Funds' net asset value attributable to the series. The redeemable units are carried at the redemption amount that is payable at the Statements of Financial Position date if the holder exercises the right to put the unit back to the Funds. Funds with only one series do not meet the criteria to be classified as equity as they impose on the Fund the obligation to deliver cash other than on redemption. Each such Fund must distribute its taxable income to unitholders annually and has provided unitholders the option to receive such distributions in cash.

INVOLVEMENT IN UNCONSOLIDATED STRUCTURED ENTITIES

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements.

Certain Funds' investment strategy entails trading in other funds on a regular basis. The Funds consider all of their investments in other funds ("Investee Funds") to be investments in unconsolidated structured entities. The Funds invest in Investee Funds whose objectives range from conserving principal to maximizing dividend income to long-term capital growth and whose investment strategies do not include leverage. The Investee Funds finance their operations by issuing redeemable units which are puttable at the holder's option and entitle the holder to a proportionate stake in the respective Investee Fund's net assets. The Funds hold redeemable units in each of their Investee Funds and the Funds have the right to request redemption of their investment in Investee Funds daily. The Funds' investments in Investee Funds are subject to the terms and conditions of the respective Investee Fund's offering documentation. The change in fair value of each Investee Fund is included in the Statements of Comprehensive Income in "Change in unrealized appreciation (depreciation) of investments". The Funds' maximum exposure to loss from their interest in Investee Funds is equal to the fair value of their investments in Investee Funds. Once a Fund has disposed of its shares in an Investee Fund the Fund ceases to be exposed to any risk from that investee fund.

Certain Funds invest in Exchange Traded Funds ("ETFs") which are disclosed on the Schedule of Investment Portfolio and these Funds have determined that their investments in such ETFs are deemed unconsolidated structured entities. These ETFs replicate, to the extent possible, the performance of the applicable benchmark indices, or seek to provide long-term capital growth or income, as applicable, by investing primarily in and holding the constituent securities of the applicable benchmark indices in substantially the same proportion as they are reflected in the applicable benchmark indices or seek to track the investment results of applicable benchmark indices. The ETFs finance their operations by issuing redeemable shares which are puttable at the holder's option and entitle the holder to a proportional stake in the respective ETF's net asset value. The underlying ETFs are listed on a recognized public stock exchange.

Certain Funds invest in mortgage-related and other asset-backed securities ("MBS"). These securities include mortgage pass-through securities, collateralized mortgage obligations, commercial mortgage-backed securities, asset-backed securities, collateralized debt obligations and other securities that directly or indirectly represent a participation in, or are secured by and payable from, mortgage loans on real property. The debt and equity securities issued by these securities may include tranches with varying levels of subordination. These securities may provide a monthly payment which consists of both interest and principal payments. Mortgage-related securities are created from pools of residential or commercial mortgage loans, including mortgage loans made by savings and loan institutions, mortgage bankers, commercial banks and others. Asset-backed securities are created from many types of assets, including auto loans, credit card receivables, home equity loans, and student loans. The Funds' maximum exposure to loss from their interest in MBS is equal to the fair value of their investments in such securities as disclosed on the Schedule of Investment Portfolio.

A table has been included in the Fund Specific Notes which describes the types of structured entities that the Funds do not consolidate but in which they hold an interest.

4. Expenses

MANAGEMENT FEES

Certain series of the Funds pay the Manager a management fee. The management fees cover the cost of managing the Funds, arranging for investment analysis, recommendations and investment decision making for the Funds, arranging for distribution of the Funds, marketing and promotion of the Funds and providing or arranging for others services for the Funds. The management fee is an annualized rate based on the net asset value of each series of the Funds. The management fees paid by the Funds are calculated and accrued daily and payable weekly.

No management fee is charged by the Manager of the Funds in respect of: the Private Trust Series of MDPIM Canadian Equity Pool and MDPIM US Equity Pool and Series A of MDPIM S&P/TSX Capped Composite Index Pool, MDPIM S&P 500 Index Pool, MDPIM International Equity Index Pool and MDPIM Emerging Markets Equity Pool, since investors in these units and series of units have agreed to pay a separate scaled managed account fee based on assets under management directly to MD Private Investment Counsel. No management fee is charged in respect of Series I. Management fees for Series I units are paid directly by investors.

There is no duplication of management fees between the Funds and the Underlying Funds held directly by them, if any. The Manager is entitled to an annual management fee, exclusive of sales taxes, as follows:

Fund	Series A	Series D	Series F	Series F2	Private Trust Units
MD Precision Canadian Balanced Growth Fund	1.24%	0.89%	0.29%	n/a	n/a
MD Bond Fund	0.84%	0.50%	0.04%	n/a	n/a
MD Short-Term Bond Fund	0.84%	0.45%	0.04%	n/a	n/a
MD Growth Investments Limited	1.24%	0.84%	0.29%	n/a	n/a
MD Precision Canadian Moderate Growth Fund	1.24%	0.89%	0.29%	n/a	n/a

Notes to Financial Statements

For 6 months ended June 30, 2023 and 2022

Fund	Series A	Series D	Series F	Series F2	Private Trust Units
MD Equity Fund	1.24%	0.70%	0.29%	n/a	n/a
MD Dividend Growth Fund	1.24%	0.85%	0.29%	n/a	n/a
MD International Growth Fund	1.59%	0.87%	0.64%	n/a	n/a
MD International Value Fund	1.59%	0.87%	0.64%	n/a	n/a
MD Money Fund	0.49%	0.23%	n/a	0.04%	n/a
MD Canadian Equity Fund	1.24%	0.70%	0.29%	n/a	n/a
MD American Growth Fund	1.24%	0.72%	0.29%	n/a	n/a
MD American Value Fund	1.44%	0.72%	0.49%	n/a	n/a
MD Strategic Yield Fund*	1.39%	0.45%	0.44%	n/a	n/a
MD Strategic Opportunities Fund*	1.64%	0.46%	0.69%	n/a	n/a
MD Precision Conservative Portfolio	1.13%	0.52%	0.18%	0.18%	n/a
MD Precision Balanced Income Portfolio	1.18%	0.59%	0.23%	0.23%	n/a
MD Precision Moderate Balanced Portfolio	1.25%	0.68%	0.30%	0.30%	n/a
MD Precision Moderate Growth Portfolio	1.30%	0.72%	0.35%	0.35%	n/a
MD Precision Balanced Growth Portfolio	1.32%	0.80%	0.37%	0.37%	n/a
MD Precision Maximum Growth Portfolio	1.35%	0.81%	0.40%	0.40%	n/a
MD Fossil Fuel Free Bond Fund	0.84%	0.50%	0.04%	n/a	n/a
MD Fossil Fuel Free Equity Fund	1.24%	0.87%	0.29%	n/a	n/a
MD Precision Conservative Index Portfolio	n/a	n/a	n/a	0.06%	n/a
MD Precision Moderate Balanced Index Portfolio	n/a	n/a	n/a	0.12%	n/a
MD Precision Balanced Growth Index Portfolio	n/a	n/a	n/a	0.13%	n/a
MD Precision Maximum Growth Index Portfolio	n/a	n/a	n/a	0.14%	n/a

Fund	Series A	Series D	Series F	Series F2	Private Trust Units
MDPIM Canadian Equity Pool	1.25%	n/a	n/a	n/a	-
MDPIM US Equity Pool	1.25%	n/a	n/a	n/a	-
MDPIM Emerging Markets Equity Pool	-	1.08%	0.71%	n/a	n/a
MDPIM S&P/TSX Capped Composite Index Pool	-	n/a	0.04%	n/a	n/a
MDPIM S&P 500 Index Pool	-	n/a	0.07%	n/a	n/a
MDPIM International Equity Index Pool	-	n/a	0.19%	n/a	n/a

*The fee disclosed for Series A and Series F is the maximum management fee as disclosed in the simplified prospectus. There was a discretionary reduction in fees for these series and the Manager charged the following: MD Strategic Yield Fund Series A: 0.99% and Series F: 0.04%, MD Strategic Opportunities Fund Series A: 0.99% and Series F: 0.04%.

ADMINISTRATION FEES

The Manager pays certain operating expenses of the Funds in return for administration fees, calculated as a fixed annual percentage of the Funds' net asset value. These expenses include regulatory filing fees and other day-to-day operating expenses including, but not limited to, audit fees, legal fees custodial fees, all expenses related to the prospectus and to meetings of unitholders, expenses related to fund accounting, fund valuation, unitholder reporting and record keeping, IRC fees and other expenses.

No administration fee is charged in respect of Series I. Administration fees for Series I units are paid directly by investors.

The administration fee are accrued daily and paid monthly. The annual rates of the administration fee, which are a percentage of the net asset value for each series of units of each Fund, are as follows:

Fund	Series A	Series D	Series F	Series F2	Private Trust Units
MD Precision Canadian Balanced Growth Fund	0.13%	0.13%	0.13%	n/a	n/a
MD Bond Fund	0.07%	0.07%	0.07%	n/a	n/a
MD Short-Term Bond Fund	0.07%	0.07%	0.07%	n/a	n/a
MD Growth Investments Limited	0.20%	0.20%	0.20%	n/a	n/a
MD Precision Canadian Moderate Growth Fund	0.13%	0.13%	0.13%	n/a	n/a
MD Equity Fund	0.15%	0.15%	0.15%	n/a	n/a
MD Dividend Growth Fund	0.15%	0.15%	0.15%	n/a	n/a
MD International Growth Fund	0.20%	0.20%	0.20%	n/a	n/a
MD International Value Fund	0.20%	0.20%	0.20%	n/a	n/a

Notes to Financial Statements

For 6 months ended June 30, 2023 and 2022

Fund	Series A	Series D	Series F	Series F2	Private Trust Units
MD Money Fund	0.05%	0.05%	n/a	0.05%	n/a
MD Canadian Equity Fund	0.15%	0.15%	0.15%	n/a	n/a
MD American Growth Fund	0.15%	0.15%	0.15%	n/a	n/a
MD American Value Fund	0.15%	0.15%	0.15%	n/a	n/a
MD Strategic Yield Fund	0.10%	0.10%	0.10%	n/a	n/a
MD Strategic Opportunities Fund	0.10%	0.10%	0.10%	n/a	n/a
MD Precision Conservative Portfolio	0.13%	0.13%	0.13%	0.13%	n/a
MD Precision Balanced Income Portfolio	0.13%	0.13%	0.13%	0.13%	n/a
MD Precision Moderate Balanced Portfolio	0.13%	0.13%	0.13%	0.13%	n/a
MD Precision Moderate Growth Portfolio	0.13%	0.13%	0.13%	0.13%	n/a
MD Precision Balanced Growth Portfolio	0.13%	0.13%	0.13%	0.13%	n/a
MD Precision Maximum Growth Portfolio	0.13%	0.13%	0.13%	0.13%	n/a
MD Fossil Fuel Free Bond Fund	0.07%	0.07%	0.07%	n/a	n/a
MD Fossil Fuel Free Equity Fund	0.20%	0.20%	0.20%	n/a	n/a
MD Precision Conservative Index Portfolio	n/a	n/a	n/a	-	n/a
MD Precision Moderate Balanced Index Portfolio	n/a	n/a	n/a	-	n/a
MD Precision Balanced Growth Index Portfolio	n/a	n/a	n/a	-	n/a
MD Precision Maximum Growth Index Portfolio	n/a	n/a	n/a	-	n/a
MDPIM Canadian Equity Pool	-	n/a	n/a	n/a	-
MDPIM US Equity Pool	-	n/a	n/a	n/a	-
MDPIM Emerging Markets Equity Pool	-	0.20%	0.20%	n/a	n/a
MDPIM S&P/TSX Capped Composite Index Pool	-	n/a	-	n/a	n/a
MDPIM S&P 500 Index Pool	-	n/a	-	n/a	n/a
MDPIM International Equity Index Pool	-	n/a	-	n/a	n/a

5. Related Party Transactions

The Manager is a wholly-owned subsidiary of The Bank of Nova Scotia ("Scotiabank"). Scotiabank also owns, directly or indirectly, 100% of Scotia Securities Inc. and Tangerine Investment Funds Limited, each a mutual fund dealer, and Scotia Capital Inc. (which includes Scotia McLeod and Scotia iTRADE), an investment dealer.

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

- The Manager earns management fees for acting as trustee and manager of the Funds, as applicable and an administration fee in return for paying certain operating expenses as detailed in Note 4. The management fee and administration fee are disclosed in separate lines in the Statements of Comprehensive Income.
- Decisions about the purchase and sale of each Fund's portfolio investments are made by appointed Portfolio Managers of each Fund. Provided that the pricing, service and other terms are comparable to those offered by other dealers, a portion of the portfolio transactions may be executed for the Funds by a related party to the Funds. In such cases, the related party will receive commissions from the Funds. Brokerage fees paid to related parties for the period ended June 30, 2023 and 2022 are as follows (in \$000's):

Fund	June 30, 2023	June 30, 2022
MD Precision Canadian Balanced Growth Fund	11	7
MD Precision Canadian Moderate Growth Fund	10	4
MD Equity Fund	43	46
MD Dividend Growth Fund	4	3
MD Canadian Equity Fund	33	34
MD Strategic Yield Fund	-	2
MD Strategic Opportunities Fund	1	-
MD American Growth Fund	-	3
MD American Value Fund	-	3
MDPIM Canadian Equity Pool	154	115
MDPIM Emerging Markets Equity Pool	-	2
MDPIM S&P/TSX Capped Composite Index Pool	2	-
MDPIM US Equity Pool	-	29
MD Growth Investments Limited	4	-

- The Manager received approval from the Independent Review Committee to invest the Funds' overnight cash with Scotiabank with interest paid by Scotiabank to the Funds based on prevailing market rates. The interest earned by the Funds is included in "Interest for distribution purposes" in the Statements of Comprehensive Income.

Notes to Financial Statements

For 6 months ended June 30, 2023 and 2022

- The Funds may invest in investment funds managed by the Manager, which are disclosed in the Schedule of Investment Portfolio for the respective Funds.
- The Manager has received approval from the Independent Review Committee for the Funds to purchase securities of related parties, such as investments in securities of Scotiabank. Any related party securities held by the Funds are disclosed in the Schedule of Investment Portfolio for the respective Funds. The Funds are also permitted to enter into derivative transactions with Scotiabank as counterparty.
- Distributions received from related party funds are included in "Income from Underlying Funds" in the Statements of Comprehensive Income.

INDEPENDENT REVIEW COMMITTEE

The Manager has established an Independent Review Committee ("IRC") as required under National Instrument 81-107, "Independent Review Committee for Investment Funds" ("81-107"). The IRC reviews conflict of interest matters related to the operations of the Funds. In addition, in some circumstances, in place of obtaining unitholder approval, a Fund may be reorganized with or its assets transferred to another mutual fund managed by the Manager or an affiliate. This requires IRC approval, and that unitholders are sent a written notice at least 60 days before the effective date. The approval of the IRC is also required for a change of auditor.

The IRC is composed of five persons who are independent of the Manager, the Funds and entities related to the Manager.

The Manager pays all IRC fees on behalf of the Funds and allocates these fees equally across each Fund. The Manager recovers these costs via the administration fee charged to the Funds. For the period ended June 30, 2023, each Fund managed by the Manager paid approximately \$1,625 in IRC Fees.

SHORT-TERM TRADING/EARLY REDEMPTION FEE

Clients who redeem or switch units or shares of an MD Fund are charged an early redemption fee equal to 2.00% of the amount redeemed or switched if the redemption or switch occurs within thirty (30) days of the date that the units or shares were purchased or switched. Redemption fees are recorded as income in the period of early redemption.

The early redemption fee does not apply to redemptions or switches:

- of units of MD Money Fund;
- made in connection with any systematic and scheduled withdrawal program;
- where the amount of the redemption or switch is less than \$10,000; or
- made as a result of the recommendation of an MD Financial Consultant or MD Portfolio Manager related to a financial plan.

6. Redeemable units

With the exception of MD Growth Investments Limited, the Funds' capital is represented by an unlimited number of authorized units without nominal or par value. All series of units are redeemable on demand by unitholders at the redemption amount represented by respective NAV of that series. Each unit entitles the unitholder to one vote at unitholder meetings and participates equally, with respect to other units of the same series, in any dividends or distributions, liquidation or other rights of that series. Distributions on units of a Fund are reinvested in additional units or at the option of the unitholder, paid in cash. The Funds' capital is managed in accordance with each of the Funds' investment objectives, policies and restrictions as outlined in the Funds' prospectus or offering documents, as applicable. The Funds have no specific restrictions or specific capital requirements on the subscription or redemption of units, other than minimum subscription requirements.

MD Growth Investments Limited is an incorporated company as opposed to a mutual fund trust and, as such, has issued share capital.

The units of each series of Funds are issued and redeemed at their net asset value per unit of each series which is determined as of the close of business on each day that the Toronto Stock Exchange is open for trading. The net asset value per unit is calculated by dividing the net asset value per series by the total number of outstanding units in each series. The number of units issued and redeemed are presented in the Fund Specific Notes.

7. Critical accounting estimates and judgments

The preparation of financial statements requires management to use judgment in applying its accounting policies and to make estimates and assumptions about the future. These estimates are based on information available as at the date of issuance of the financial statements. Actual results could materially differ from those estimates. The following discusses the most significant accounting judgments and estimates that the Funds have made in preparing the financial statements:

INVESTMENT ENTITIES

In accordance with IFRS 10 "Consolidated Financial Statements", the Manager has determined that the Funds meet the definition of an Investment Entity which requires the Funds obtain funds from one or more investors for the purpose of providing investment management services, commit to their investors that their business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and measure and evaluate the performance of their investments on a fair value basis. Consequently, the Funds do not consolidate their investment in subsidiaries, if any, but instead measure these at fair value through profit or loss, as required by the accounting standard.

Notes to Financial Statements

For 6 months ended June 30, 2023 and 2022

FAIR VALUE MEASUREMENT OF SECURITIES AND DERIVATIVES NOT QUOTED IN AN ACTIVE MARKET

The Funds may, from time to time, hold financial instruments that are not quoted in active markets. The fair value of such securities may be determined by the Funds using reputable pricing sources or indicative prices from market makers. Broker quotes obtained from pricing sources may be indicative but not executable or binding. Where no market data is available, the Fund may value positions using internal valuation models as determined appropriate by the Manager and based on valuation methods and techniques generally recognized as standard within the industry. Models use observable data to the extent practicable; however, the Manager may be required to make certain assumptions and/or estimates regarding risks, volatility and correlations as required. Changes in assumptions and estimates could affect the reported fair values of financial instruments. The Funds consider observable data to be market data that is readily available, regularly distributed or updated, reliable and verifiable and provided by independent sources that are actively involved in the relevant market.

CLASSIFICATION AND MEASUREMENT OF FINANCIAL INSTRUMENTS

In classifying and measuring financial instruments held by the Funds, the Manager is required to make judgments in determining the most appropriate classification in accordance with IFRS 9. The Manager has assessed the Funds' business model and considered that the Funds' investments, including derivatives, are managed and performance evaluated as a group on a fair value basis. The Manager has concluded that FVTPL in accordance with IFRS 9 provides the most appropriate measurement and presentation for the Funds' investments.

8. Financial instrument risk

The Funds use financial instruments in order to achieve their respective investment objectives. The Funds' investments are presented in the respective Schedule of Investment Portfolio, which groups securities by asset type, geographic region and/or market segment.

The use of financial instruments subjects the Funds to a variety of financial instrument risks. The Funds' risk management practices include setting investment policies to limit exposures to financial instrument risks and employing experienced and professional investment advisors to invest the Funds' capital in securities within the constraints of investment policies. The Manager regularly monitors the Fund advisors' performance and compliance with the investment policies.

The significant financial instrument risks, to which the Funds are exposed, along with the specific risk management practices related to those risks, are presented below. Fund specific disclosures are presented in the "Financial Instruments Risks" section of the financial statements.

CREDIT RISK

Credit risk is the risk that a counterparty to a financial instrument will not honour its obligation under the terms of the instrument, resulting in a loss. The Funds are exposed to credit risk through domestic and foreign bonds, preferred shares, derivative contracts, cash and short-term investments, amounts due from brokers, dividends and interest receivable and other receivables. A Fund may engage in securities lending pursuant to the terms of an agreement which includes restrictions as set out in the Canadian Securities Legislation. Collateral held is in the form of highly rated fixed income instruments. All securities under lending agreements are fully collateralized.

Credit risks arising from short-term investments and fixed income securities, including domestic and foreign bonds and preferred shares, are generally limited to the fair value of the investments as shown in the Schedule of Investment Portfolio. The Funds limit exposure to individual issuers/sectors and credit quality ratings. The credit worthiness of issuers in which the Funds invest are reviewed regularly and the portfolios are adjusted as required to match the minimum requirement as set forth in each Fund's prospectus. Each individual Fund's exposure to credit risk, if any, is presented in the Financial Instruments Risk section of the Financial Statements.

Credit risks arising from cash are limited to the carrying value as shown on the Statements of Financial Position, except in the case of MD Money Fund, where the credit risk is limited to the fair value of investments as shown on the Schedule of Investment Portfolio. The Funds manage credit risk on cash and short-term investments by investing in high grade short-term notes with credit ratings of R-1 (low) or higher as well as limiting exposure to any single issuer.

Certain derivative contracts are subject to netting arrangements whereby if one party to a derivative contract defaults, all amounts with the counterparty are terminated and settled on a net basis. As such, the maximum credit loss on derivative contracts is the financial derivative instrument asset in the Statements of Financial Position. Each Fund manages credit risk on derivatives by only entering into agreements with counterparties that have an approved credit rating. Credit risk on amounts due from brokers is minimal since transactions are settled through clearinghouses where securities are only delivered for payment when cash is received.

Credit risk related to securities lending transactions is limited by the fact that the value of cash or securities held as collateral by the Funds in connection with these transactions is at least 102% of the fair value of the securities loaned. The collateral and loaned securities are marked to market each business day. The aggregate dollar value of portfolio securities lent and collateral held is presented in the Fund Specific Notes.

LIQUIDITY RISK

Liquidity risk is the risk that the Funds will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. The Funds' exposure to liquidity risk arises primarily from the daily cash redemption of units. All Funds' financial liabilities come due within one year, other than those derivatives with longer maturities as disclosed in the Schedule of Investment Portfolio. To manage this liquidity requirement, the Funds invest primarily in liquid securities that can readily be sold in active markets and each Fund may borrow up to 5% of its NAV. At year end, no Fund had borrowed against its respective line of credit.

CURRENCY RISK

Currency risk is the risk that the values of financial assets and liabilities denominated in foreign currencies fluctuate due to changes in foreign exchange rates. To the extent the Funds hold assets and liabilities denominated in foreign currencies, the Funds are exposed to currency risk. The Funds may also use forward contracts at the discretion of the Manager. Each individual Fund's exposure to currency risk, if any, is presented in the "Financial Instruments Risks" section of the financial statements.

Notes to Financial Statements

For 6 months ended June 30, 2023 and 2022

INTEREST RATE RISK

Interest rate risk is the risk that the fair value (measured as the present value) of cash flows associated with interest bearing financial instruments will fluctuate due to changes in the prevailing market rates of interest. In general, as interest rates rise, the fair value of interest bearing financial instruments will fall. Financial instruments with a longer term to maturity will generally have a higher interest rate risk.

The Funds' interest-bearing financial instruments that subject the Funds to interest rate risk include domestic and foreign bonds and mortgage related and other asset back securities. The Funds' may also be exposed indirectly to interest rate risk through their position in interest rate swaps presented in the Schedule of Derivative Instruments. Short-term money market instruments are also interest bearing and therefore subject to interest rate risk. However, due to the short-term nature of the securities, the interest rate risk is generally not significant.

Interest rate risk management practices employed by the Funds include setting target durations based on the appropriate benchmark indices and monitoring the Funds' durations relative to the benchmarks. If interest rates are anticipated to rise, the Funds' durations can be shortened to limit potential losses. Conversely, if interest rates are anticipated to fall, the durations can be lengthened to increase potential gains. Each individual Fund's exposure to interest rate risk, if any, is presented in the "Financial Instruments Risks" section of the financial statements.

OTHER PRICE RISK

Other price risk is the risk that the fair value of financial instruments may decline because of changes in market prices of the financial instruments, other than declines due to interest rate risk and currency risk. Other price risk stems from financial instruments' sensitivity to changes in the overall market (market risk) as well as factors specific to the individual financial instrument. Other price risk attributable to individual investments is managed through diversification of the portfolio and security selection and adjustments to fair value when there is significant volatility in international markets after markets are closed. Each individual Fund's exposure to other price risk, if any, is presented in the "Financial Instruments Risks" section of the financial statements.

Details of each Fund's exposure to financial instruments risks including fair value hierarchy classification are available in the "Financial Instruments Risks" section of the financial statements of each Fund.

FINANCIAL RISKS FROM UNDERLYING MUTUAL FUNDS

Certain Funds may invest in other mutual funds. The Funds' investments in mutual funds are subject to the terms and conditions of the respective mutual fund's offering documentation and are susceptible to the risks related to the underlying mutual funds' financial instruments. The Funds' maximum exposure to loss from their interests in mutual funds is equal to the total fair value of their investment in mutual funds. Once the Funds dispose of their shares in an underlying mutual fund, the Funds cease to be exposed to any risk from that mutual fund. The exposure to underlying mutual fund investments is disclosed in the "Financial Instruments Risks" section of the financial statements of each Fund.

9. Fair value measurement

The Funds classify fair value measurements within a hierarchy that prioritizes the inputs to Funds' valuation techniques used in measuring fair value. Under these provisions, an entity is required to classify each financial instrument into one of three fair value levels as follows:

- Level 1 - for unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 - for inputs, other than quoted prices included in Level 1, that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and,
- Level 3 - for inputs that are based on unobservable market data.

The classification of a financial instrument is based on the lowest level of input that is significant to the determination of fair value.

All fair value measurements are recurring. The carrying values of cash, receivable for investment transactions, dividends and interest receivable, subscriptions receivable, payable for investment transactions, redemptions payable, distributions payable and the Fund's obligation for net assets attributable to holders of redeemable units approximate their fair values due to their short-term nature. Fair values of securities and derivatives are classified as Level 1 when the related security or derivative is actively traded and a quoted price is available. If an instrument classified as Level 1 ceases to be actively traded, it is transferred out of Level 1. In such cases, fair value is determined using observable market data (eg. transactions for similar securities of the same issuer) and the instruments are reclassified into Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs, in which case it is classified as Level 3. Changes in valuation methods may result in transfers into or out of the assets' or liabilities' assigned levels. The level summary based on the hierarchy inputs is disclosed in the "Financial Instrument Risks" section of each Fund.

Level 3 financial instruments are reviewed by the Funds' fair valuation committee. The fair valuation committee considers the appropriateness of the valuation model inputs, as well as the valuation result, using valuation methods recognized as standard within the industry. Quantitative information about the unobservable inputs, sensitivity of the fair value measurements to changes in unobservable inputs and interrelationships between those inputs are disclosed in the Fund Specific Notes under "Fair value measurement" if significant unobservable inputs are used when valuing Level 3 financial instruments.

EQUITIES

The Funds' equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. The Funds subscribe to the services of a third-party valuation service provider to provide fair value adjustments, when a defined threshold is met, to the prices of foreign securities due to changes in the value of securities in North American markets following the closure of the foreign markets. The parameters used to apply the fair value adjustments are based on observable market data. Where applicable, the foreign securities will be considered Level 2 priced securities.

Notes to Financial Statements

For 6 months ended June 30, 2023 and 2022

BONDS AND SHORT-TERM INVESTMENTS

Debt securities generally trade in the OTC market rather than on a securities exchange. Bonds including government, corporate, convertible and municipal bonds and notes, bank loans, US and Canadian treasury obligations, sovereign issues and foreign bonds are normally valued by pricing service providers that use broker-dealer quotations, reported trades and valuations from their internal pricing models. These internal pricing models use inputs which are observable including interest rate curves, credit spreads and volatilities. The inputs that are significant to valuation are generally observable and therefore the Funds' bonds and short-term investments have been classified as Level 2, unless the determination of fair value requires significant unobservable input, in which the measurement is classified as Level 3.

INVESTMENTS IN MUTUAL FUNDS AND EXCHANGE TRADED FUNDS

The Funds' positions in the mutual funds and exchange traded funds are typically in positions that are actively traded and a reliable price is observable and as such is classified as Level 1.

FINANCIAL DERIVATIVE INSTRUMENTS

Derivatives consisting of foreign currency forward contracts, interest rate swaps, credit default swaps and foreign currency options which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rate and credit spreads. These derivative financial instruments have been classified as Level 2.

Futures contracts and options that are traded on a national securities exchange are stated at the last reported sale or settlement price on the day of valuation. To the extent these financial derivative instruments are actively traded they are categorized as Level 1.

FAIR VALUATION OF INVESTMENTS (INCLUDING UNLISTED SECURITIES)

If the valuation methods described above are not appropriate, the Funds will estimate the fair value of an investment using established fair valuation procedures, such as consideration of public information, broker quotes, valuation models, discounts from market prices of similar securities or discounts applied due to restrictions on the disposition of securities, and external fair value service providers.

The extent of Funds' use of quoted market prices (Level 1), internal models using observable market information as inputs (Level 2), and internal models without observable market information (Level 3) in the valuation of securities is summarized in each Fund's "Financial Instruments Risks" section of the financial statements.

10. Income Taxes

Each of the Funds, except MD Growth, qualifies or expects to qualify as a mutual fund trust under the provisions of the Income Tax Act (Canada) and, accordingly, is subject to tax on its income for the year, including net realized capital gains which are not paid or payable to its unitholders as at the end of the year. It is the intention of the Manager that all annual net investment income and sufficient net realizable taxable capital gains will be distributed to unitholders annually by December 31, such that there are no Canadian income taxes payable by the Funds. Accordingly, the Funds do not record Canadian income taxes in their financial statements.

MD Growth is a mutual fund corporation for federal income tax purposes and, accordingly, it is subject to tax at normal corporate rates applicable to mutual fund corporations on foreign dividends received and interest income, net of expenses. MD Growth is subject to a tax on taxable dividends received from taxable Canadian corporations. This tax is recorded as refundable income taxes on the Statements of Financial Position because it is refundable at a rate determined by a formula when taxable dividends are paid. MD Growth is subject to a tax on capital gains; however, this tax is refundable if sufficient capital gains are distributed to shareholders either as capital gains dividends or through the redemption of shares. The provision for income taxes in the Statements of Comprehensive Income is stated after deducting applicable refundable capital gains taxes. Income taxes are calculated using the liability method of tax accounting. Temporary differences between the carrying values of assets and liabilities for accounting and income tax purposes give rise to deferred income tax assets and liabilities. Deferred income tax liabilities or assets are calculated using substantively enacted tax rates expected to apply in the period that the temporary differences are expected to reverse.

LOSSES CARRIED FORWARD

Capital losses can be carried forward indefinitely to reduce future net realized capital gains. Non-capital losses for income tax purposes may be carried forward up to twenty years and applied against all sources of income. Since the Funds do not record income taxes, the tax benefit of capital and non-capital losses have not been reflected in the Statements of Financial Position. As of December 31, 2022, the following Funds have capital and non-capital losses available for carry forward as presented below (in \$000's):

Fund	Year of expiry	Non-Capital Loss \$	Capital Loss \$
MD Bond Fund		-	38,969
MD Growth Investments Limited		-	244,653
MD Short-Term Bond Fund		-	33,088
MD Precision Canadian Moderate Growth Fund		-	-
MD Precision Canadian Balanced Growth Fund		-	-
MD Equity Fund		-	-
MD Dividend Growth Fund		-	26,980
MD International Growth Fund		-	21,224
MD International Value Fund		-	78,922
MD Money Fund		-	-
MD Canadian Equity Fund		-	-
MD American Growth Fund		-	113,756
MD American Value Fund		-	-
MD Strategic Yield Fund		-	17,868
MD Strategic Opportunities Fund		-	-

Notes to Financial Statements

For 6 months ended June 30, 2023 and 2022

Fund	Year of expiry	Non-Capital Loss \$	Capital Loss \$
MD Precision Conservative Portfolio		-	-
MD Precision Balanced Income Portfolio		-	-
MD Precision Moderate Balanced Portfolio		-	-
MD Precision Moderate Growth Portfolio		-	-
MD Precision Balanced Growth Portfolio		-	-
MD Precision Maximum Growth Portfolio		-	-
MD Fossil Fuel Free Bond Fund		-	2,157
MD Fossil Fuel Free Equity Fund		370	-
MD Precision Conservative Index Portfolio		-	-
MD Precision Moderate Balanced Index Portfolio		-	-
MD Precision Balanced Growth Index Portfolio		-	-
MD Precision Maximum Growth Index Portfolio		-	-
MDPIM Canadian Equity Pool		-	-
MDPIM US Equity Pool		-	-
MDPIM S&P 500 Index Pool		-	190
MDPIM International Equity Index Pool		-	5,603
MDPIM S&P/TSX Capped Composite Index Pool		-	-
MDPIM Emerging Markets Equity Pool		-	206,461

WITHHOLDING TAXES

The Funds currently incur withholding taxes imposed by certain countries on investment income and in some cases, capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown as a separate expense in the Statements of Comprehensive Income.

11. Soft Dollar Commissions

Soft dollar commissions refers to the portion of total brokerage commissions paid to certain brokers that was available for payment to third party vendors for providing research, statistical or investment decision making services. These services assist the Manager and its sub-advisors with their investment decision making for the Funds. The soft dollar portion of the commissions paid to dealers for executing portfolio transactions is not ascertainable for the first six months of 2023 and 2022.

12. Exemption from filing

MD Precision Conservative Index Portfolio, MD Precision Moderate Balanced Index Portfolio, MD Precision Balanced Growth Index Portfolio and MD Precision Maximum Growth Index Portfolio are relying on an exemption in applicable securities regulation and do not file these financial statements with the securities regulators.



**MD Financial
Management Inc.**