



**MD Financial
Management Inc.**

MD Family of Funds

2024 Annual Management Report of Fund Performance

DISCLOSURE

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

A Message to MD Family of Funds Investors

Dear MD Family of Funds Investor:

As part of our commitment to keeping you informed about your MD Fund investments, please find attached the 2024 Annual Management Report of Fund Performance (MRFP). If you also opted to receive the fund's financial statements, they are included in this package.

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

The report is produced on a fund-by-fund basis, and your report only includes information on the funds you owned as of December 31, 2024.

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

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

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

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

MD Strategic Yield Fund

Management Report of Fund Performance (December 31, 2024)

Investment Objectives and Strategies

The MD Strategic Yield Fund (the “Fund”) is a multi-asset class fund with the objective to provide income and long-term capital appreciation. The Fund invests primarily to obtain exposure to alternative or non-traditional asset classes or strategies that have a low correlation to traditional asset classes. The Fund invests primarily in equity securities, exchange traded funds (ETFs) listed on a Canadian or U.S. stock exchange and fixed income securities that emphasize alternative or non-traditional asset classes or strategies. The Fund also has exposure to currencies and commodities.

The Fund uses a top-down approach combined with tactical asset allocation and currency management to increase exposure to asset classes and currencies that the Investment Adviser believes to be the most favorable for achieving its investment objective depending on business conditions and market risk aversion. MDFM's process integrates quantitative investment models, global macro perspective, and qualitative fundamental analysis to seek diversification across multiple investment approaches and geographic perspectives. To develop those, we use economic data, risk factors and information in the derivatives markets to establish optimal portfolios depending on the investment cycle. A risk-budgeting optimization process provides a structure on the most efficient way to implement those views that incorporates volatility of each underlying asset, liquidity of the instrument, and costs in seeking to achieve the risk-adjusted return of the Fund.

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

Risk

This Fund is suitable as a core holding for an investor willing to accept a low to medium level of investment risk. This Fund is not suitable for an investor seeking a short-term investment.

Results of Operations

For the period ended December 31, 2024, the Fund had total returns of 6.6% (Series A), 7.8% (Series I), 7.6% (Series F), and 7.1% (Series D).

The Bank of Canada (BoC) became the first of the G7 countries to begin easing as they announced a 25 basis points (bps) cut in early June; this was the first rate cut by the BoC in four years and was followed by four more cuts during the year. Within the U.S., the 10-year Treasury yield similarly trended upwards into the spring then fell to 3.62% in September. Following Trump's election victory, bond markets experienced a volatile sell-off driven largely by the anticipation of inflationary policies and bigger deficits under the new administration, leading to a rise in U.S. Treasury yields and they finished the period at 4.58%. The Federal Reserve began its own easing policy with a 50 bps cut in September, the first cut since emergency easing ended during the pandemic. They then followed with a 25 bps cut in both November and December.

Investment grade and high yield credit spreads, as measured by ICE BofA Canadian and U.S. corporate indices OAS (Option-Adjusted Spread) narrowed for the first half of the period before widening dramatically in August. Spreads then narrowed into the 4th quarter, reaching period tight.

The MD Strategic Yield Fund delivered positive returns over the year. The global exposure of the Fund boosted returns as the Canadian Dollar depreciated against the US Dollar, the Fund's currency hedging strategy reduced the volatility due to currency movements and was tactically traded as the Canadian Dollar fluctuated throughout the year.

Investment Grade and High Yield outperformed Government Bonds as spreads finished the year at tighter levels despite spiking in August. Similarly yields trended downwards through September before rising and ultimately ending the year higher, helping bonds with lower duration and interest rate risk outperform those with longer dated maturities.

Tactical asset allocation moderately detracted from the Fund's performance over the period, with a conservative approach favouring better quality Investment Grade bonds over their High Yield counterparts and underweighting Convertible Bonds which benefitted from strong equity market returns. This offset the gains from adjusting the Fund's duration levels as yields oscillated higher and lower through the period.

As at December 31, 2024, the total net asset value of the Fund was \$127.03 million, a decrease of 1% since the beginning of the year. The decrease is due to income distribution to unit holders and net redemptions, offset by net investment gains.

Recent Developments

STRATEGIC CHANGES

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

Related Party Transactions

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

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

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

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

MD Strategic Yield Fund

Management Report of Fund Performance (December 31, 2024)

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

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

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

INDEPENDENT REVIEW COMMITTEE

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

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

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

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

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

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

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

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

Management Fees

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

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

(As a percentage of management fees)	
Financial Planning Services	75.8%
Investment Management and Other	24.2%

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

No management fees are paid by the Fund with respect to Series I units. Series I unitholders pay a negotiated fee directly to MD Financial Management Inc. for investment management and administrative services.

The Fund invests a large proportion of its assets in ETFs, which are managed by parties unrelated to MD Financial Management Inc. Because those ETFs pay their managers a management fee and bear certain operating costs, the management expense ratio (“MER”) for the Fund includes the fees and expenses of those ETFs.

Past Performance

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

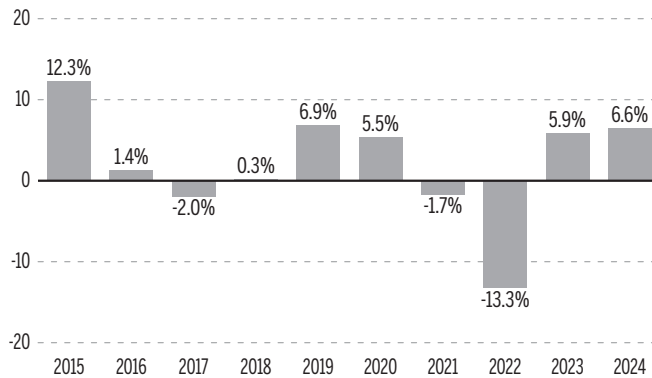
The performance information assumes that all distributions made by the Fund were reinvested in additional units of the Fund and does not take into account sales, redemption, distribution or other optional charges that would reduce returns. How the Fund has performed in the past does not necessarily indicate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

MD Strategic Yield Fund

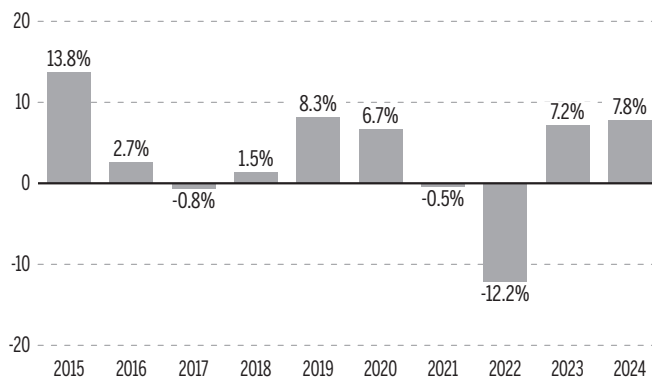
Management Report of Fund Performance (December 31, 2024)

YEAR-BY-YEAR RETURNS

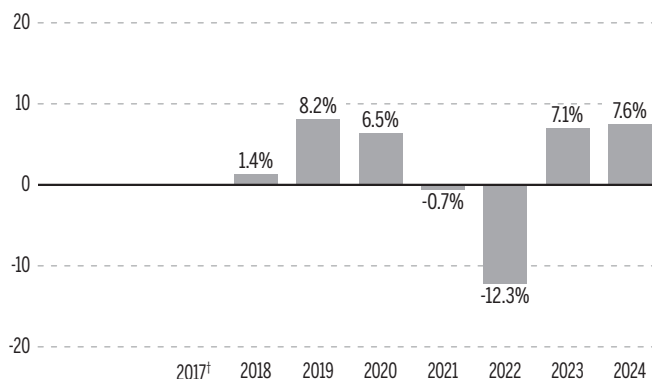
Series A



Series I

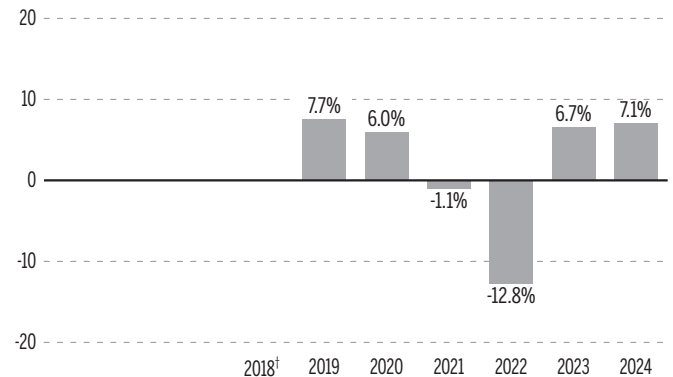


Series F



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

Series D



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

ANNUAL COMPOUND RETURNS

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

- 8.5% JP Morgan EMBI Global Core Index, which measures the returns of emerging market corporate high yield bonds;
- 7.7% Bloomberg Barclays High Yield Index, which measures the returns of the liquid component of the USD-denominated, high yield, fixed-rate corporate bond market;
- 12.2% Bloomberg Barclays US Treasury Inflation-Linked Bond Index, which measures the performance of the US Treasury Inflation Protected Securities (TIPS) market;
- 12.2% Bloomberg Barclays US Aggregate Bond Index, which measures the returns of the investment grade, US dollar-denominated, fixed-rate taxable bond market;
- 3.3% S&P Preferred Stock Total Return Index, which measures the performance of US preferred stocks;
- 7.2% S&P/LSTA U.S. Leveraged Loan 100 Index, which measures the performance of the largest facilities in the US leveraged loan market;
- 10.0% Bloomberg Barclays US MBS Index, which measures the performance of US mortgaged backed securities;
- 5.5% Bloomberg Barclays U.S. Convertibles Liquid Bond Index, which measures the returns of US convertible bonds;
- 9.9% Bloomberg Barclays GLA x USD Float Adj RIC Capped Index, which measures the returns of the investment grade international bonds;
- 5.0% Bloomberg Barclays Global Treasury Index, which measures the returns of fixed-rate, local currency government debt of investment grade countries, including both developed and emerging markets;
- 1.7% FTSE International Inflation-Linked Securities Select Index, which measures the performance of international inflations linked securities;
- 1.0% FTSE Canada 91 Day T-Bill Index, which measures the performance of Canadian short-term money market rates;
- 0.4% ICE BofAML Global ex-US Issuers High Yield Constrained Index, which measures the returns of international corporate high yield bonds;
- 4.8% Bloomberg Barclays EM Local Currency Government Index, which measures the performance of local currency emerging markets government debt;
- 6.0% Bloomberg Barclays US FRN < 5 yrs Index, which tracks the performance of US floating-rate notes with a maturity of less than 5 years;

MD Strategic Yield Fund

Management Report of Fund Performance (December 31, 2024)

- 3.1% ICE BofAML US Corporate Index, which tracks the performance of US dollar denominated investment grade corporate debt;
- 0.6% Wells Fargo Hybrid and Preferred Securities Floating and Variable Rate Index, which measures the performance of preferred and hybrid securities with a floating or variable rate;
- 0.9% Bloomberg Barclays USD EMG Govt RIC Capped Index, which measures the returns of US dollar-denominated government bonds from emerging markets;
- 50.0% USDCAD 1 Month FX Forward Rate Index, which measures the 1-month USD/CAD forward rate at UK closing.

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

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

	1 year	3 year	5 year	10 year	Since Inception
MD Strategic Yield Fund – Series A	6.56%	-0.72%	0.28%	1.95%	
MD Strategic Yield Fund – Series I	7.83%	0.49%	1.51%	3.21%	
MD Strategic Yield Fund – Series F	7.57%	0.33%	1.32%		2.28%
MD Strategic Yield Fund – Series D	7.12%	-0.14%	0.86%		1.17%
MD Strategic Yield Fund Blended Composite Benchmark	8.27%	1.79%	2.65%	4.68%	
Bloomberg U.S. Convertibles Liquid Bond Index TR Unhedged USD	10.10%	0.30%	9.90%	9.60%	
Bloomberg GLA xUSD Float Adj RIC Capped Index TR Index Value Hedged USD	3.80%	-0.50%	0.20%	2.10%	
FTSE International Inflation-Linked Securities Select Index	-8.30%	-5.10%	-2.10%	-0.20%	
ICE BofA Global ex-US Issuers High Yield Constrained Index	6.40%	0.70%	1.60%	3.70%	
J.P. Morgan EMBI Global Core	10.80%	-3.90%	1.70%	3.10%	
Bloomberg US Agg Total Return Value Unhedged USD	1.30%	-2.40%	-0.30%	1.30%	
Bloomberg US Treasury Inflation Notes TR Index Value Unhedged USD	1.80%	-2.30%	1.90%	2.20%	

	1 year	3 year	5 year	10 year	Since Inception
Bloomberg VLI: High Yield Total Return Index Value Unhedged USD	7.70%	2.60%	3.60%	4.70%	
Bloomberg US MBS Float Adjusted Total Return Index Value Unhedged USD	1.50%	-1.90%	-0.60%	1.00%	
Bloomberg Global Treasury ex-U.S. Capped TR Index Value Unhedged USD	-6.00%	-7.00%	-4.10%	-1.20%	
Morningstar LSTA US Leveraged Loan 100 TR USD	8.70%	6.90%	5.40%	4.80%	
ICE BofA US Corporate Index	2.80%	-2.00%	0.50%	2.50%	
S&P Preferred Stock Total Return Index	9.20%	-0.30%	2.70%	4.20%	
Wells Fargo Hybrid and Preferred Securities Floating and Variable Rate Index	11.10%	3.70%	4.10%	2.60%	
Bloomberg US FRN < 5 yrs Total Return Index Value Unhedged USD	6.40%	4.80%	3.20%	2.60%	
Bloomberg USD EMG Govt RIC Capped Index TR Index Unhedged USD	5.90%	-1.00%	0.20%	3.10%	
Bloomberg EM Local Currency Government TR Index Unhedged USD	1.70%	-0.20%	0.60%	1.70%	
S&P Canada TBill Total Return Index	-3.70%	-0.60%	0.40%	-0.40%	
FTSE Canada 91 Day T-Bill Index	4.92%	3.81%	2.48%	1.71%	

The Fund started series F units on October 13, 2017.

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

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

MD Strategic Yield Fund

Management Report of Fund Performance (December 31, 2024)

All series of the Fund trailed the benchmark over the year, from preferring Investment Grade over High Yield and Convertible Bonds.

Regarding Forward-Looking Statements

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

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

MD Strategic Yield Fund

Management Report of Fund Performance (December 31, 2024)

Financial Highlights

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

THE FUND'S NET ASSETS PER UNIT¹

SERIES A	Year ended December 31				
	2024	2023	2022	2021	2020
Net assets – beginning of the year	\$ 8.70	\$ 8.49	\$ 10.10	\$ 10.70	\$ 10.55
Increase (decrease) from operations:					
Total revenue	\$ 0.42	\$ 0.35	\$ 0.31	\$ 0.28	\$ 0.30
Total expenses	\$ (0.11)	\$ (0.11)	\$ (0.11)	\$ (0.13)	\$ (0.13)
Net realized gains (losses) for the year	\$ (0.12)	\$ (0.17)	\$ (1.11)	\$ 0.11	\$ 0.23
Net unrealized gains (losses) for the year	\$ 0.35	\$ 0.44	\$ (0.52)	\$ (0.45)	\$ 0.16
Total increase (decrease) from operations ²	\$ 0.54	\$ 0.51	\$ (1.43)	\$ (0.19)	\$ 0.56
Distributions:					
From income (excluding dividends)	\$ (0.37)	\$ (0.29)	\$ (0.27)	\$ (0.14)	\$ (0.34)
From dividends	\$ -	\$ -	\$ -	\$ -	\$ -
From capital gains	\$ -	\$ -	\$ -	\$ (0.27)	\$ (0.08)
Return of capital	\$ -	\$ -	\$ -	\$ -	\$ -
Total annual distributions ³	\$ (0.37)	\$ (0.29)	\$ (0.27)	\$ (0.41)	\$ (0.42)
Net assets – end of the year	\$ 8.90	\$ 8.70	\$ 8.49	\$ 10.10	\$ 10.70

SERIES D	Year ended December 31				
	2024	2023	2022	2021	2020
Net assets – beginning of the year	\$ 8.22	\$ 7.96	\$ 9.49	\$ 10.10	\$ 9.94
Increase (decrease) from operations:					
Total revenue	\$ 0.41	\$ 0.34	\$ 0.29	\$ 0.27	\$ 0.28
Total expenses	\$ (0.05)	\$ (0.05)	\$ (0.05)	\$ (0.06)	\$ (0.06)
Net realized gains (losses) for the year	\$ (0.13)	\$ (0.19)	\$ (1.04)	\$ 0.10	\$ 0.24
Net unrealized gains (losses) for the year	\$ 0.35	\$ 0.43	\$ (0.49)	\$ (0.44)	\$ 0.14
Total increase (decrease) from operations ²	\$ 0.58	\$ 0.53	\$ (1.29)	\$ (0.13)	\$ 0.60
Distributions:					
From income (excluding dividends)	\$ (0.36)	\$ (0.27)	\$ (0.31)	\$ (0.22)	\$ (0.35)
From dividends	\$ -	\$ -	\$ -	\$ -	\$ -
From capital gains	\$ -	\$ -	\$ -	\$ (0.28)	\$ (0.09)
Return of capital	\$ -	\$ -	\$ -	\$ -	\$ -
Total annual distributions ³	\$ (0.36)	\$ (0.27)	\$ (0.31)	\$ (0.50)	\$ (0.44)
Net assets – end of the year	\$ 8.44	\$ 8.22	\$ 7.96	\$ 9.49	\$ 10.10

MD Strategic Yield Fund

Management Report of Fund Performance (December 31, 2024)

Financial Highlights (continued)

THE FUND'S NET ASSETS PER UNIT¹

SERIES F	Year ended December 31				
	2024	2023	2022	2021	2020
Net assets – beginning of the year	\$ 8.65	\$ 8.40	\$ 9.96	\$ 10.46	\$ 10.29
Increase (decrease) from operations:					
Total revenue	\$ 0.43	\$ 0.35	\$ 0.31	\$ 0.28	\$ 0.29
Total expenses	\$ (0.01)	\$ (0.01)	\$ (0.01)	\$ (0.02)	\$ (0.02)
Net realized gains (losses) for the year	\$ (0.14)	\$ (0.19)	\$ (1.12)	\$ 0.08	\$ 0.26
Net unrealized gains (losses) for the year	\$ 0.38	\$ 0.45	\$ (0.43)	\$ (0.41)	\$ 0.14
Total increase (decrease) from operations ²	\$ 0.66	\$ 0.60	\$ (1.25)	\$ (0.07)	\$ 0.67
Distributions:					
From income (excluding dividends)	\$ (0.40)	\$ (0.34)	\$ (0.34)	\$ (0.23)	\$ (0.41)
From dividends	\$ -	\$ -	\$ -	\$ -	\$ -
From capital gains	\$ -	\$ -	\$ -	\$ (0.20)	\$ (0.08)
Return of capital	\$ -	\$ -	\$ -	\$ -	\$ -
Total annual distributions ³	\$ (0.40)	\$ (0.34)	\$ (0.34)	\$ (0.43)	\$ (0.49)
Net assets – end of the year	\$ 8.90	\$ 8.65	\$ 8.40	\$ 9.96	\$ 10.46

SERIES I	Year ended December 31				
	2024	2023	2022	2021	2020
Net assets – beginning of the year	\$ 8.70	\$ 8.45	\$ 10.03	\$ 10.53	\$ 10.41
Increase (decrease) from operations:					
Total revenue	\$ 0.44	\$ 0.36	\$ 0.32	\$ 0.29	\$ 0.30
Total expenses	\$ -	\$ -	\$ -	\$ -	\$ -
Net realized gains (losses) for the year	\$ (0.14)	\$ (0.19)	\$ (1.13)	\$ 0.07	\$ 0.24
Net unrealized gains (losses) for the year	\$ 0.37	\$ 0.44	\$ (0.42)	\$ (0.41)	\$ 0.15
Total increase (decrease) from operations ²	\$ 0.67	\$ 0.61	\$ (1.23)	\$ (0.05)	\$ 0.69
Distributions:					
From income (excluding dividends)	\$ (0.43)	\$ (0.36)	\$ (0.36)	\$ (0.25)	\$ (0.46)
From dividends	\$ -	\$ -	\$ -	\$ -	\$ -
From capital gains	\$ -	\$ -	\$ -	\$ (0.20)	\$ (0.12)
Return of capital	\$ -	\$ -	\$ -	\$ -	\$ -
Total annual distributions ³	\$ (0.43)	\$ (0.36)	\$ (0.36)	\$ (0.45)	\$ (0.58)
Net assets – end of the year	\$ 8.95	\$ 8.70	\$ 8.45	\$ 10.03	\$ 10.53

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

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

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

MD Strategic Yield Fund

Management Report of Fund Performance (December 31, 2024)

Financial Highlights (continued)

RATIOS AND SUPPLEMENTAL DATA

SERIES A	Year ended December 31					
	2024	2023	2022	2021	2020	
Total net assets, end of the year ¹	\$ 2,665,739	\$ 3,839,255	\$ 5,576,996	\$ 7,891,000	\$ 9,640,374	
Number of units outstanding	299,623	441,097	657,233	781,245	901,047	
Management expense ratio ²	1.33%	1.34%	1.37%	1.47%	1.47%	
Management expense ratio before tax	1.21%	1.21%	1.24%	1.34%	1.34%	
Management expense ratio before waivers or absorptions	1.33%	1.34%	1.37%	1.47%	1.47%	
Trading expense ratio ³	0.02%	0.01%	0.04%	0.01%	0.02%	
Portfolio turnover rate ⁴	69.46%	59.77%	147.55%	29.23%	61.57%	
Net assets per unit	\$ 8.90	\$ 8.70	\$ 8.49	\$ 10.10	\$ 10.70	

SERIES D	Year ended December 31					
	2024	2023	2022	2021	2020	
Total net assets, end of the year ¹	\$ 139,845	\$ 148,508	\$ 139,461	\$ 227,288	\$ 225,436	
Number of units outstanding	16,565	18,063	17,512	23,947	22,318	
Management expense ratio ²	0.74%	0.74%	0.77%	0.87%	0.87%	
Management expense ratio before tax	0.67%	0.67%	0.70%	0.80%	0.80%	
Management expense ratio before waivers or absorptions	0.74%	0.74%	0.77%	0.87%	0.87%	
Trading expense ratio ³	0.02%	0.01%	0.04%	0.01%	0.02%	
Portfolio turnover rate ⁴	69.46%	59.77%	147.55%	29.23%	61.57%	
Net assets per unit	\$ 8.44	\$ 8.22	\$ 7.96	\$ 9.49	\$ 10.10	

SERIES F	Year ended December 31					
	2024	2023	2022	2021	2020	
Total net assets, end of the year ¹	\$ 11,619,046	\$ 11,426,140	\$ 12,498,287	\$ 14,768,122	\$ 14,364,938	
Number of units outstanding	1,305,234	1,321,147	1,488,708	1,482,440	1,372,728	
Management expense ratio ²	0.27%	0.27%	0.30%	0.41%	0.41%	
Management expense ratio before tax	0.26%	0.26%	0.29%	0.39%	0.39%	
Management expense ratio before waivers or absorptions	0.27%	0.27%	0.30%	0.41%	0.41%	
Trading expense ratio ³	0.02%	0.01%	0.04%	0.01%	0.02%	
Portfolio turnover rate ⁴	69.46%	59.77%	147.55%	29.23%	61.57%	
Net assets per unit	\$ 8.90	\$ 8.65	\$ 8.40	9.96	10.46	

MD Strategic Yield Fund

Management Report of Fund Performance (December 31, 2024)

Financial Highlights (continued)

RATIOS AND SUPPLEMENTAL DATA

SERIES I	Year ended December 31					
	2024	2023	2022	2021	2020	
Total net assets, end of the year ¹	\$ 112,601,272	\$ 112,358,602	\$ 114,688,498	\$ 134,288,405	\$ 125,463,711	
Number of units outstanding	12,586,294	12,914,003	13,579,756	13,392,459	11,913,840	
Management expense ratio ²	0.12%	0.12%	0.15%	0.25%	0.25%	
Management expense ratio before tax	0.12%	0.12%	0.15%	0.25%	0.25%	
Management expense ratio before waivers or absorptions	0.12%	0.12%	0.15%	0.25%	0.25%	
Trading expense ratio ³	0.02%	0.01%	0.04%	0.01%	0.02%	
Portfolio turnover rate ⁴	69.46%	59.77%	147.55%	29.23%	61.57%	
Net assets per unit	\$ 8.95	\$ 8.70	\$ 8.45	\$ 10.03	\$ 10.53	

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

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

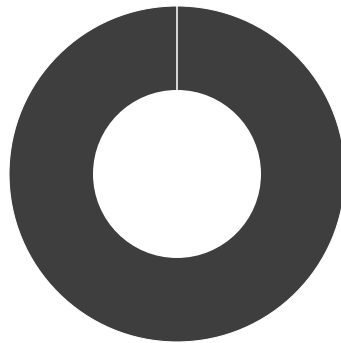
³ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

⁴ The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

MD Strategic Yield Fund

Summary of Investment Portfolio, December 31, 2024

NET ASSETS: \$127.0 MILLION



■ 100.0% Exchange Traded Funds - Fixed Income
■ 0.0% Cash and Other Net Assets (Liabilities)

PORTFOLIO ALLOCATION (PERCENTAGE OF NET ASSETS)

EXCHANGE TRADED FUNDS - FIXED INCOME	100.0%
CASH AND SHORT-TERM INVESTMENTS	1.4%
OTHER NET ASSETS	(1.4)%
TOTAL NET ASSETS	100.0%

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

TOP HOLDINGS (PERCENTAGE OF NET ASSETS)

iShares Broad USD Investment Grade Corporate Bond ETF	20.2%
iShares Core U.S. Aggregate Bond ETF	10.1%
iShares Broad USD High Yield Corporate Bond ETF	10.1%
SPDR Portfolio High Yield Bond ETF	9.1%
Vanguard Intermediate-Term Corporate Bond ETF	7.1%
iShares J.P. Morgan USD Emerging Markets Bond ETF	6.1%
SPDR Blackstone Senior Loan ETF	5.1%
iShares Convertible Bond ETF	5.0%
Vanguard Mortgage-Backed Securities ETF	4.1%
iShares Floating Rate Bond ETF	4.1%
VanEck Fallen Angel High Yield Bond ETF	4.0%
Vanguard Total International Bond ETF	4.0%
iShares 1-5 Year Investment Grade Corporate Bond ETF	3.0%
Vanguard Long-Term Corporate Bond ETF	3.0%
VanEck J. P. Morgan EM Local Currency Bond ETF	3.0%
SPDR Bloomberg Barclays Short Term High Yield Bond ETF	2.0%
Cash and short-term investments	1.4%

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

The Net Assets, Portfolio Allocation and Top 25 Holdings in the tables are based on the net assets as at December 31, 2024.

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



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