

Interim Management Report of Fund Performance

June 2018

This Interim Management Report of Fund Performance contains financial highlights but does not contain the complete interim financial statements of the Portfolio. You can request a copy of the interim financial statements, at no cost, by calling 514-350-5050 or toll free 1-888-377-7337 or by writing to us at 2 Complexe Desjardins, East Tower, 31st Floor, P. O. Box 1116, Montréal, Québec H5B 1C2, or by visiting our website at www.professionalsf.com or SEDAR's website at www.sedar.com.

You may also contact us using one of these methods to request a copy of the Portfolio's proxy voting policies and procedures, proxy voting disclosure records and quarterly portfolio disclosure.

PERFORMANCE ANALYSIS

Investment Objective and Strategies

The Portfolio aims to achieve long-term capital growth through investment diversification. The Portfolio invests primarily in equity securities of mostly large capitalization Canadian issuers, but also of small or medium capitalization Canadian issuers. It may also invest in equity securities of foreign issuers, and in debt instruments of Canadian and foreign issuers. A bottom-up approach is used by the Portfolio's Manager to select stocks offering the best investment opportunities and a top-down approach to control risks in terms of positions in different industrial sectors. Securities selection in each sector and their respective weighting in the portfolio are based on the most promising corporations identified and deemed to be the most attractive in terms of earnings growth, financial solvency and other key criteria. The Portfolio will generally invest in most sectors represented by the Toronto Stock Exchange S&P/TSX Index.

Risk

The Portfolio invests primarily in equities of Canadian issuers. Derivatives may also be used for hedging purposes or to establish market positions. The risks related to investments in the Portfolio remain as set out in the Simplified Prospectus. The risks associated with the Portfolio and its holdings are as follows: stock market risk, credit risk, sector risk, large transactions risk, specific issuer risk, derivatives risk, currency risk, foreign security risk, securities lending risk, exchange-traded funds risk, interest rate risk, underlying funds risk, multi-series risk, short selling risk and loss restrictions risk.

Operating Results

The FDP Canadian Equity Portfolio, Series A posted a net return of 4.2% for the first six-month period of 2018, versus -0.1% for 2017. The FDP Canadian Equity Portfolio, Series I posted a net return of 4.8% for the first half of the year.

The Canadian stock market, as measured by the S&P/TSX Composite Index, posted a 2.0% return during the same period. More than half of the index's component sectors posted positive returns. The rising oil price, which went from USD60.42 a barrel in late December 2017 to USD74.15 a barrel as at June 30, 2018, representing a 22.7% increase, enabled the Energy sector, which makes up over 21% of the Canadian index, to post a 5.6% return over the six-month period. Conversely, sectors sensitive to interest rate fluctuations, such as Utilities (-6.8%), Telecommunications (-5.0%) and Financials (-1.0%), were affected by the actual and anticipated increases of the Bank of Canada's bank rate.

Said rate was increased by 0.25% in January and July, reaching 1.75%. Over the same period, the 10-year government bond yield grew from 2.05% to 2.31%. Even if the Canadian market should be able to support slight bank rate increases thanks to the global economy's sustained growth, NAFTA renegotiations and trade war risks are generating uncertainty, thereby affecting stock prices and the Canadian dollar. Bottom line, inflation remains under control in Canada, with the consumer price index reaching 2.5% last June (1.8% when excluding foodstuffs and Energy) and unemployment at 6.0%.

Recent Developments

There are currently no events to report for 2018.

Related Party Transactions

The Manager of the FDP Canadian Equity Portfolio is Professionals' Financial – Mutual Funds Inc. The Manager is in charge of the portfolio's research, analyses, selections and transactions. The Investment Committee of Professionals' Financial – Mutual Funds Inc. supervises the execution of the mandates entrusted to the internal managers and to other external managers, as the case may be.

Monthly management fees, calculated daily at an annual percentage of the Portfolio's net assets after deducting the value of interfund investments, are paid to the Manager.

FINANCIAL HIGHLIGHTS

The following tables illustrate key financial data concerning the Portfolio. Their purpose is to help you understand its financial results for the past five years.

This information comes from the audited annual financial statements and the June 30, 2018 unaudited interim financial statements of the Portfolio. You can obtain the financial statements on the website at www.professionalsf.com.

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

Series A	Six months ended June 30		Years ended December 31			
	2018	2017	2016	2015	2014	2013
Net assets, beginning of period	26.469	25.424	23.929	25.993	25.501	22.259
Increase (decrease) from operations:						
Total revenue	0.239	0.597	0.612	0.631	0.622	0.625
Total expenses	(0.182)	(0.324)	(0.315)	(0.331)	(0.344)	(0.288)
Realized gains (losses)	0.266	0.795	1.780	0.510	2.904	1.740
Unrealized gains (losses)	0.794	0.372	1.560	(1.146)	(0.403)	1.912
Total increase (decrease) from operations ⁽¹⁾	1.117	1.440	3.637	(0.336)	2.779	3.989
Distributions:						
from income	0.115	–	–	–	–	–
from dividends	–	0.234	0.220	0.207	0.160	0.312
from capital gains	–	0.157	1.909	1.422	2.271	0.476
from capital returns	–	0.007	–	–	–	–
Total distributions ⁽²⁾	0.115	0.398	2.129	1.629	2.431	0.788
Net assets at the end of the period	27.462	26.469	25.424	23.929	25.993	25.501

Series I	Six months ended June 30		Years ended December 31			
	2018	2017	2016	2015	2014	2013
Net assets, beginning of period	11.410	10.896	10.191	10.000	n.a.	n.a.
Increase (decrease) from operations:						
Total revenue	0.104	0.257	0.266	0.225	n.a.	n.a.
Total expenses	(0.013)	(0.018)	(0.016)	(0.020)	n.a.	n.a.
Realized gains (losses)	0.110	0.348	0.840	(0.297)	n.a.	n.a.
Unrealized gains (losses)	0.366	0.175	0.786	(0.150)	n.a.	n.a.
Total increase (decrease) from operations ⁽¹⁾	0.567	0.762	1.876	(0.242)	n.a.	n.a.
Distributions:						
from income	0.067	–	–	–	n.a.	n.a.
from dividends	–	0.192	0.183	0.118	n.a.	n.a.
from capital gains	–	0.027	0.775	0.040	n.a.	n.a.
from capital returns	–	0.006	–	–	n.a.	n.a.
Total distributions ⁽²⁾	0.067	0.225	0.958	0.158	n.a.	n.a.
Net assets at the end of the period	11.888	11.410	10.896	10.191	n.a.	n.a.

⁽¹⁾ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase or decrease from operations is based on the weighted average number of units outstanding over the financial period.

⁽²⁾ Distributions were reinvested in additional units of the Fund.

FDP CANADIAN EQUITY PORTFOLIO, SERIES A AND I (CONTINUED)

Ratios and Supplemental Data

Series A	Six months ended June 30		Years ended December 31			
	2018	2017	2016	2015	2014	2013
Net asset value (in thousands of dollars) ⁽¹⁾	227,539	236,216	263,330	205,558	254,675	209,710
Number of units outstanding (thousands) ⁽¹⁾	8,285	8,924	10,358	8,590	9,798	8,224
Management expense ratio (%) ⁽²⁾	1.389	1.254	1.237	1.244	1.240	1.225
Management expense ratio before waivers and absorptions (%)	1.389	1.254	1.237	1.244	1.240	1.225
Portfolio turnover rate (%) ⁽³⁾	57.88	195.72	318.80	290.65	297.44	366.40
Trading expense ratio (%) ⁽⁴⁾	0.18	0.33	0.58	0.48	0.58	0.59
Net asset value per unit	27.462	26.469	25.424	23.929	25.993	25.501

Series I	Six months ended June 30		Years ended December 31			
	2018	2017	2016	2015	2014	2013
Net asset value (in thousands of dollars) ⁽¹⁾	148,325	127,149	119,723	52,944	n.a.	n.a.
Number of units outstanding (thousands) ⁽¹⁾	12,477	11,144	10,988	5,195	n.a.	n.a.
Management expense ratio (%) ⁽²⁾	0.225	0.163	0.148	0.190	n.a.	n.a.
Management expense ratio before waivers and absorptions (%)	0.225	0.163	0.148	0.190	n.a.	n.a.
Portfolio turnover rate (%) ⁽³⁾	57.88	195.72	318.80	290.65	n.a.	n.a.
Trading expense ratio (%) ⁽⁴⁾	0.18	0.33	0.58	0.48	n.a.	n.a.
Net asset value per unit	11.888	11.410	10.896	10.191	n.a.	n.a.

⁽¹⁾ For the years ended December 31, 2015 and before, the information is derived from the audited annual financial statements in accordance with Canadian generally accepted accounting principles as defined in Part V of the Canada CPA Handbook. As a result, net assets per unit presented in the financial statements differ from the net asset value calculated for the purposes of calculating unit prices and the differences are explained in the notes to the financial statements. For the following fiscal years, the information is derived from audited annual financial statements in accordance with International Financial Reporting Standards (IFRS). In compliance with these Standards, net assets per unit presented in the financial statements generally equal the net asset value calculated to establish unit prices.

⁽²⁾ Management expense ratio includes management fees and operating expenses. It excludes income tax withheld on dividend income and transaction costs, and is expressed as a percentage of the daily average annualized net asset value during the fiscal year.

⁽³⁾ The portfolio turnover rate indicates how actively the portfolio manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

⁽⁴⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

MANAGEMENT FEES

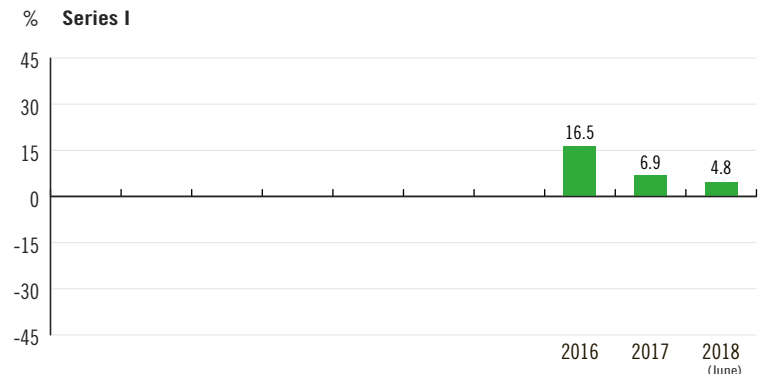
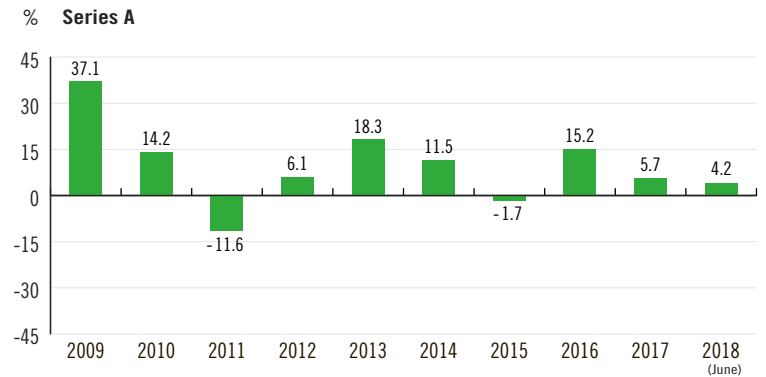
Series A and Series I units pay management fees to the Manager, Professionals' Financial – Mutual Funds Inc., for service rendered to the unitholders, and investment management and administration services. Series A units' annual management fees of 1.10% and 0.10% for Series I are calculated daily according to the net assets and paid monthly after deducting the value of interfund investments. For the first six months of the year 2018, Series A units paid \$1,427,000 and \$77,000 for Series I to the Manager.

PAST PERFORMANCE

Information on performance presupposes that the Portfolio's distributions during the periods presented have been totally reinvested in additional units of the same series. The returns do not include deductions for sales fees, transfer, redemption or other optional fees (because there are none) or income taxes payable, and would be lower if they included such items. The Portfolio's past performance is not necessarily indicative of future performance.

Annual Performance

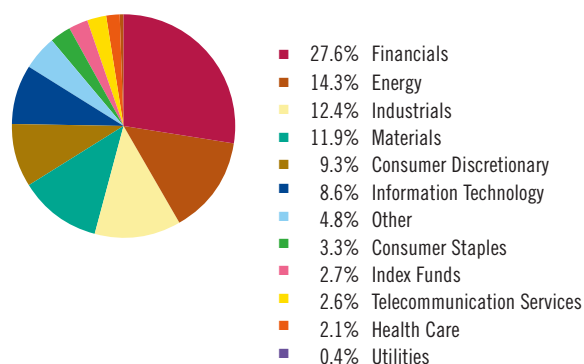
The following bar graphs indicate the Portfolio's annual returns for each year. They show the year-to-year variation in the Portfolio's return. The graphs present, in percentage form, what would have been the upward or downward variation, on the last day of the period, of an investment made on the first day of that year.



FDP CANADIAN EQUITY PORTFOLIO, SERIES A AND I (CONTINUED)

OVERVIEW OF PORTFOLIO

Portfolio Mix



Top 25 Portfolio Holdings

	% of net asset value
The Toronto-Dominion Bank	6.2
Royal Bank of Canada	6.0
Cash and Equivalents	4.8
Suncor Energy Inc.	4.7
Brookfield Asset Management Inc., Cl. A	3.0
iShares S&P/TSX 60 Index ETF	2.7
Waste Connections, Inc.	2.7
Bank of Montreal	2.6
Constellation Software Inc.	2.5
Canadian National Railway Company	2.4
Shopify Inc., Cl. A	2.4
Canadian Natural Resources Ltd.	2.3
Premium Brands Holdings Corp.	2.2
Sun Life Financial Inc.	2.1
Rogers Communications Inc., Cl. B	2.1
Dollarama Inc.	1.8
CGI Group Inc., Cl. A	1.6
CCL Industries Inc., Cl. B	1.6
West Fraser Timber Co., Ltd.	1.6
Canadian Pacific Railway Company	1.6
Quebecor Inc., Cl. B	1.4
First Quantum Minerals Ltd.	1.4
Parkland Fuel Corporation	1.2
Canadian Apartment Properties REIT	1.2
Scotiabank	1.2

This portfolio may change due to continual trading in the Portfolio. An update of this data is available every quarter on our website at www.professionalsf.com.