

Annual Management Report of Fund Performance
December 2023

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 request a copy of the annual 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 fdpgp.ca/en or SEDAR+'s website at www.sedarplus.ca.

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 fundamental investment objective of the Fund is to achieve steady income and to ensure invested capital preservation. The Fund invests primarily (either directly or indirectly through investments which provide exposure to such securities) in rated or unrated municipal bonds, primarily denominated in Canadian dollars. The Fund may also invest in debt instruments rated primarily by DBRS Morningstar or Standard & Poor's Global Ratings and issued primarily by Canadian public and quasi-public entities, as well as in debt instruments issued by the Canadian and provincial governments, in primarily Canadian investment-grade corporate bonds and in securities of other investment funds which are compatible with its investment objectives.

Risk

The Portfolio invests primarily in debt securities and equities, both Canadian and foreign. Derivatives may also be used for hedging or to establish market positions. The Portfolio's investment risks are as set forth in the Simplified Prospectus. The risks associated with the Portfolio and its holdings are as follows: stock market risk, credit risk, sector risk, foreign securities risk, specific issuer risk, currency risk, interest rate risk, derivatives risk, securities lending risk, emerging markets risk, exchange-traded funds risk, underlying funds risk, asset-backed and mortgage-backed securities risk, multi-series risk, short selling risk, loss restrictions risk, cybersecurity risk and liquidity risk.

Operating Results

The FDP Municipal Bond Portfolio, Series A posted a net return of 0.9% since its initial investment on December 6, 2023. In addition, the FDP Municipal Bond Portfolio, Series I posted a net return of 2.0% since it was launched on November 27, 2023. The Fund's benchmark index posted a 1.9% return for the period from November 27, 2023, to the end of the year.

Inflation is still above the Bank of Canada's target range. As a result, the central bank continued to tighten its monetary policy and hike its key interest rate (from 4.25% early in the year to 5.00% as at December 31, 2023), albeit at a slower pace than in 2022 (when the increases totalled 400 basis points). Against this backdrop, the relatively high yields on municipal bonds protected capital and allowed the Portfolio to benefit from higher rates on new issues.

The FDP Municipal Bond Portfolio invested a portion of its capital in Canadian chartered banks and took advantage of higher yields to maturity than its benchmark. During the period from November 27, 2023, to December 31, 2023, these holdings also benefited from tightening credit spreads.

The portfolio invested primarily in Canadian municipal bonds, generating higher yields to maturity than equivalent federal and provincial government bonds.

Recent Developments

The portfolio was launched on November 27, 2023.

Description of the Benchmark Index

The benchmark is weighted as follows: 10% in securities from the FTSE Canada 91-Day T-Bill Index and 90% in securities from the FTSE Canada Short-Term Municipal Bond Index.

Related Party Transactions

The Manager of the FDP Municipal Bond 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. With regard to the management of the Portfolio, any transaction between related parties must receive the Independent Review Committee's (IRC) positive recommendation or approval beforehand.

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 December 31, 2023 audited annual financial statements of the Portfolio. You can obtain the financial statements on the website at fdpgp.ca/en.

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

| Series A (created in 2023) | Years ended December 31 | | | | |
|---|-------------------------|-------------|-------------|-------------|-------------|
| | 2023 | 2022 | 2021 | 2020 | 2019 |
| Net assets, beginning of year | – | n.a. | n.a. | n.a. | n.a. |
| Increase (decrease) from operations: | | | | | |
| Total revenue | 0.021 | n.a. | n.a. | n.a. | n.a. |
| Total expenses | (0.003) | n.a. | n.a. | n.a. | n.a. |
| Realized gains (losses) | 0.006 | n.a. | n.a. | n.a. | n.a. |
| Unrealized gains (losses) | 0.052 | n.a. | n.a. | n.a. | n.a. |
| Total increase (decrease) from operations ⁽¹⁾ | 0.076 | n.a. | n.a. | n.a. | n.a. |
| Distributions: | | | | | |
| from income | 0.001 | n.a. | n.a. | n.a. | n.a. |
| from dividends | – | n.a. | n.a. | n.a. | n.a. |
| from capital gains | – | n.a. | n.a. | n.a. | n.a. |
| from capital returns | – | n.a. | n.a. | n.a. | n.a. |
| Total distributions ⁽²⁾ | 0.001 | n.a. | n.a. | n.a. | n.a. |
| Net assets at the end of the year | 10.085 | n.a. | n.a. | n.a. | n.a. |

FDP Municipal Bond Portfolio, Series A and I (continued)

| Series I (created in 2023) | Years ended December 31 | | | | |
|---|-------------------------|-------------|-------------|-------------|-------------|
| | 2023 | 2022 | 2021 | 2020 | 2019 |
| Net assets, beginning of year | – | n.a. | n.a. | n.a. | n.a. |
| Increase (decrease) from operations: | | | | | |
| Total revenue | 0.027 | n.a. | n.a. | n.a. | n.a. |
| Total expenses | (0.002) | n.a. | n.a. | n.a. | n.a. |
| Realized gains (losses) | 0.079 | n.a. | n.a. | n.a. | n.a. |
| Unrealized gains (losses) | 0.095 | n.a. | n.a. | n.a. | n.a. |
| Total increase (decrease) from operations ⁽¹⁾ | 0.199 | n.a. | n.a. | n.a. | n.a. |
| Distributions: | | | | | |
| from income | 0.013 | n.a. | n.a. | n.a. | n.a. |
| from dividends | – | n.a. | n.a. | n.a. | n.a. |
| from capital gains | 0.074 | n.a. | n.a. | n.a. | n.a. |
| from capital returns | – | n.a. | n.a. | n.a. | n.a. |
| Total distributions ⁽²⁾ | 0.087 | n.a. | n.a. | n.a. | n.a. |
| Net assets at the end of the year | 10.111 | n.a. | n.a. | 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 Portfolio.

Ratios and Supplemental Data

| Series A (created in 2023) | Years ended December 31 | | | | |
|--|-------------------------|-------------|-------------|-------------|-------------|
| | 2023 | 2022 | 2021 | 2020 | 2019 |
| Net asset value (in thousands of dollars) ⁽¹⁾ | 466 | n.a. | n.a. | n.a. | n.a. |
| Number of units outstanding (thousands) ⁽¹⁾ | 46 | n.a. | n.a. | n.a. | n.a. |
| Management expense ratio (%) ⁽²⁾ | 0.478 | n.a. | n.a. | n.a. | n.a. |
| Management expense ratio before waivers and absorptions (%) | 0.478 | n.a. | n.a. | n.a. | n.a. |
| Portfolio turnover rate (%) ⁽³⁾ | 53.95 | n.a. | n.a. | n.a. | n.a. |
| Trading expense ratio (%) ⁽⁴⁾ | – | n.a. | n.a. | n.a. | n.a. |
| Net asset value per unit | 10.085 | n.a. | n.a. | n.a. | n.a. |

| Series I (created in 2023) | Years ended December 31 | | | | |
|--|-------------------------|-------------|-------------|-------------|-------------|
| | 2023 | 2022 | 2021 | 2020 | 2019 |
| Net asset value (in thousands of dollars) ⁽¹⁾ | 157,351 | n.a. | n.a. | n.a. | n.a. |
| Number of units outstanding (thousands) ⁽¹⁾ | 15,562 | n.a. | n.a. | n.a. | n.a. |
| Management expense ratio (%) ⁽²⁾ | 0.199 | n.a. | n.a. | n.a. | n.a. |
| Management expense ratio before waivers and absorptions (%) | 0.199 | n.a. | n.a. | n.a. | n.a. |
| Portfolio turnover rate (%) ⁽³⁾ | 53.95 | n.a. | n.a. | n.a. | n.a. |
| Trading expense ratio (%) ⁽⁴⁾ | – | n.a. | n.a. | n.a. | n.a. |
| Net asset value per unit | 10.111 | n.a. | n.a. | n.a. | n.a. |

⁽¹⁾ 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's portfolio turnover rate indicates how actively the Portfolio's portfolio manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Portfolio buying and selling all of the securities in its portfolio once in the course of the year. The higher a Portfolio's portfolio turnover rate in a year, the greater the trading costs payable by the Portfolio 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 Portfolio.

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

Management Fees

Series A 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 0.45% and 0.05% for Series I are calculated daily according to the net assets and paid monthly after deducting the value of interfund investments. For 2023, Series A units paid \$0 and \$8,000 for Series I to the Manager.

Past Performance

Not applicable, as the Fund has been active for less than one calendar year.

Annual Performance

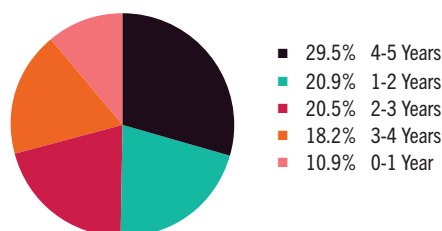
Not applicable, as the Fund has been active for less than one calendar year.

Annual Compound Returns

Not applicable, as the Fund has been active for less than one calendar year.

Overview of Portfolio

Portfolio Mix



Top 25 Portfolio Holdings

| | % of net asset value |
|---|----------------------|
| Cash and Cash Equivalents | 10.9 |
| Province of Québec, 2.50%, Sep. 01, 2026 | 5.2 |
| Government of Canada, 3.50%, Mar. 01, 2028 | 4.8 |
| National Bank of Canada, 5.22%, Jun. 14, 2028 | 3.3 |
| City of Rouyn-Noranda, 0.95%, Nov. 10, 2025 | 3.2 |
| Bank of Montreal, 4.71%, Dec. 07, 2027 | 3.2 |
| Royal Bank of Canada, 4.64%, Jan. 17, 2028 | 3.2 |
| The Toronto-Dominion Bank, 4.21%, Jun. 01, 2027 | 3.1 |
| Société de transport de l'Outaouais, 4.20%, Apr. 12, 2028 | 3.0 |
| City of Lévis, 2.50%, Feb. 28, 2027 | 2.9 |
| City of Westmount, 4.00%, May 16, 2028 | 2.8 |
| City of Lévis, 5.00%, Nov. 27, 2028 | 2.6 |
| City of Saint-Hyacinthe, 4.50%, Mar. 03, 2028 | 2.5 |
| Société de transport de Laval, 4.70%, Nov. 10, 2027 | 2.3 |
| City of Rimouski, 0.90%, Oct. 29, 2025 | 2.3 |
| City of Mont-Tremblant, 5.00%, Aug. 28, 2028 | 2.0 |
| City of Saint-Lambert, 2.00%, Jan. 24, 2027 | 1.9 |
| City of Côte Saint-Luc, 1.95%, Dec. 02, 2026 | 1.8 |
| Municipality of Morin-Heights, 4.20%, Apr. 24, 2028 | 1.8 |
| Town of Sainte-Agathe-des-Monts, 4.10%, Mar. 31, 2028 | 1.8 |
| City of L'Ancienne-Lorette, 1.85%, Mar. 10, 2025 | 1.7 |
| City of Longueuil, 1.35%, May 06, 2025 | 1.6 |
| City of Blainville, 1.45%, Jul. 16, 2025 | 1.6 |
| City of Côte Saint-Luc, 5.25%, Oct. 30, 2028 | 1.6 |
| Town of Mount Royal, 1.90%, Mar. 09, 2025 | 1.5 |

This portfolio may change due to continual trading in the Portfolio. An update of this data is available every quarter on our website at fdpgp.ca/en.