

UNAUDITED INTERIM FINANCIAL STATEMENTS

EDUCATORS FINANCIAL GROUP INC.



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EDUCATORS MONEY MARKET FUND  
EDUCATORS MORTGAGE & INCOME FUND  
EDUCATORS BOND FUND  
EDUCATORS BALANCED FUND  
EDUCATORS MONTHLY INCOME FUND  
EDUCATORS DIVIDEND FUND  
EDUCATORS GROWTH FUND  
EDUCATORS U.S. EQUITY FUND  
EDUCATORS MONITORED CONSERVATIVE PORTFOLIO  
EDUCATORS MONITORED BALANCED PORTFOLIO  
EDUCATORS MONITORED GROWTH PORTFOLIO  
EDUCATORS MONITORED AGGRESSIVE PORTFOLIO

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Dated: June 30, 2021

**Educators Financial Group Inc. Funds**  
**Unaudited Interim Financial Statements**

June 30, 2021

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**NOTICE OF NO AUDITOR REVIEW OF THE INTERIM FINANCIAL STATEMENTS**

Educators Financial Group Inc., the Manager of the Funds, appoints independent auditors to audit the Funds' Annual Financial Statements. Under Canadian securities laws (National Instrument 81-106), if an auditor has not reviewed the Interim Financial Statements, it must be disclosed in an accompanying notice.

The Funds' independent auditors have not performed a review of these Interim Financial Statements in accordance with standards established by the Chartered Professional Accountants.

The next report on the Funds will contain annual audited financial information as of December 31, 2021.

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**Educators Money Market Fund****Statements of Financial Position***As at June 30, 2021 (unaudited) and December 31, 2020 (audited)*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 31,595	\$ 10,229
Interest receivable	5,724	5,513
Subscriptions receivable	104,449	134,348
Investments	<u>26,990,248</u>	<u>29,957,757</u>
<b>Total assets</b>	<b>\$ <u>27,132,016</u></b>	<b>\$ <u>30,107,847</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Redemptions payable	23,306	188,245
Distributions payable	84	87
Amounts due to Manager-Trustee (Note 6)	<u>2,881</u>	<u>4,009</u>
<b>Total liabilities</b>	<b><u>26,271</u></b>	<b><u>192,341</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>27,105,745</u></b>	<b>\$ <u>29,915,506</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	22,326,300	24,619,866
Class I	<u>4,779,445</u>	<u>5,295,640</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	2,232,630	2,461,987
Class I	<u>477,944</u>	<u>529,564</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	10.00	10.00
Class I	<u>10.00</u>	<u>10.00</u>

On behalf of the Manager-Trustee: Educators Financial Group Inc.

*Signed: Chuck Hamilton, CEO*

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*Signed: Stuart Mulcahy, CFO*

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**Educators Money Market Fund****Statements of Comprehensive Income***For the six months ended June 30, 2021 and 2020 (unaudited)*

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		2021		2020
<b>Income</b>				
Interest for distribution purposes	\$	32,455	\$	178,964
Securities lending (Note 5)		305		988
<b>Total income</b>		<u>32,760</u>		<u>179,952</u>
<b>Expenses</b>				
Management fees (Note 6)		65,683		56,565
Independent review committee fees		1,052		588
Harmonised sales tax		2,069		5,112
		<u>68,804</u>		<u>62,265</u>
Less expenses waived/absorbed by Manager-Trustee (Note 6)		<u>(49,728)</u>		<u>(17,090)</u>
<b>Total expenses</b>		<u>19,076</u>		<u>45,175</u>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	\$	<u>13,684</u>	\$	<u>134,777</u>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>				
Class A	\$	8,521	\$	101,463
Class I	\$	<u>5,163</u>	\$	<u>33,314</u>
<b>Weighted average redeemable units outstanding during the period</b>				
Class A		2,406,801		2,069,035
Class I		<u>457,349</u>		<u>463,872</u>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>				
Class A	\$	0.00	\$	0.05
Class I	\$	<u>0.01</u>	\$	<u>0.07</u>

# **Educators Money Market Fund**

## **Statements of Changes in Net Assets Attributable to Holders of Redeemable Units**

*For the six months ended June 30, 2021 and 2020 (unaudited)*

	2021	2020
<b>Net assets attributable to holders of redeemable units, beginning of period</b>		
Class A	\$ 24,619,866	\$ 18,692,876
Class I	5,295,640	4,089,166
	<u>29,915,506</u>	<u>22,782,042</u>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	8,521	101,463
Class I	5,163	33,314
	<u>13,684</u>	<u>134,777</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(8,308)	(104,293)
Class I	(5,063)	(33,710)
	<u>(13,371)</u>	<u>(138,003)</u>
<b>Total distributions to holders of redeemable units</b>	<u>(13,371)</u>	<u>(138,003)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	17,725,744	17,728,397
Class I	745,385	1,277,099
	<u>18,471,129</u>	<u>19,005,496</u>
Redemption of redeemable units		
Class A	(20,027,522)	(14,128,622)
Class I	(1,266,763)	(566,059)
	<u>(21,294,285)</u>	<u>(14,694,681)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	7,999	102,924
Class I	5,083	33,702
	<u>13,082</u>	<u>136,626</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>(2,810,074)</u>	<u>4,447,441</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	(2,293,566)	3,699,869
Class I	(516,195)	744,346
	<u>(2,809,761)</u>	<u>4,444,215</u>
<b>Net assets attributable to holders of redeemable units, end of period</b>		
Class A	22,326,300	22,392,745
Class I	4,779,445	4,833,512
	<u>27,105,745</u>	<u>27,226,257</u>



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**Educators Money Market Fund****Statements of Changes in Net Assets Attributable to Holders of Redeemable Units** (continued)*For the six months ended June 30, 2021 and 2020 (unaudited)*

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**Redeemable unit continuity** (Note 3)

The following redeemable units were issued for cash, issued on reinvestment of distributions and redeemed during the period ended June 30, 2021 and year ended December 31, 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	<b>2,461,987</b>	1,869,288
Units issued	<b>1,772,474</b>	3,402,219
Units issued from reinvested distributions	<b>800</b>	11,594
Units redeemed	<b>(2,002,631)</b>	(2,821,114)
Number of units, end of period	<b>2,232,630</b>	2,461,987

<b>Class I</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	<b>529,564</b>	408,916
Units issued	<b>74,531</b>	197,133
Units issued from reinvested distributions	<b>508</b>	4,167
Units redeemed	<b>(126,659)</b>	(80,652)
Number of units, end of period	<b>477,944</b>	529,564

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**Educators Money Market Fund****Statements of Cash Flows***For the six months ended June 30, 2021 and 2020 (unaudited)*

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	<b>2021</b>	<b>2020</b>
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	<b>\$ 13,684</b>	\$ 134,777
Adjustments for:		
Purchase of investments	<b>(68,776,799)</b>	(73,738,973)
Proceeds from disposal of investments	<b>71,744,308</b>	69,901,561
(Increase) decrease in interest receivable	<b>(211)</b>	23,686
Increase (decrease) in amounts due to Manager-Trustee	<b>(1,128)</b>	(5,305)
Cash provided (used) by operating activities	<b>2,979,854</b>	(3,684,254)
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	<b>18,501,028</b>	18,494,425
Redemption of redeemable units	<b>(21,459,224)</b>	(14,767,280)
Distributions paid to holders of redeemable units, net of reinvested distributions	<b>(292)</b>	(1,427)
Cash provided by financing activities	<b>(2,958,488)</b>	3,725,718
<b>Increase (decrease) in cash</b>	<b>\$ 21,366</b>	\$ 41,464
<b>Cash (Bank overdraft), beginning of period</b>	<b>\$ 10,229</b>	\$ (7,106)
<b>Cash (Bank overdraft), end of period</b>	<b>\$ 31,595</b>	\$ 34,358
<b>Supplemental cash flow information:</b>		
Interest received	<b>\$ 32,244</b>	\$ 202,650

# Educators Money Market Fund

## Schedule of Investments

As at June 30, 2021 (unaudited)

Par Value	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>Short-Term Investments</b>						
<b>Bankers' Acceptances</b>						
2,125,000	Bank of Nova Scotia	0.229%	7-Jul-2021	\$ 2,122,599	\$ 2,122,599	
2,200,000	Canadian Imperial Bank of Commerce	0.180%	3-Sep-2021	2,199,274	2,199,274	
1,800,000	HSBC Bank Canada	0.211%	5-Jul-2021	1,799,064	1,799,064	
1,000,000	National Bank of Canada	0.175%	5-Jul-2021	999,880	999,880	
650,000	National Bank of Canada	0.191%	28-Jul-2021	649,695	649,695	
375,000	Royal Bank of Canada	0.189%	9-Sep-2021	374,839	374,839	
1,500,000	Royal Bank of Canada	0.211%	27-Sep-2021	1,499,220	1,499,220	
400,000	Toronto-Dominion Bank	0.170%	5-Jul-2021	399,888	399,888	
1,000,000	Toronto-Dominion Bank	0.178%	25-Aug-2021	999,580	999,580	
825,000	Toronto-Dominion Bank	0.169%	10-Sep-2021	824,654	824,654	
				11,868,693	11,868,693	43.79
<b>Discount Commercial Paper</b>						
1,725,000	Central 1 Credit Union	0.192%	2-Jul-2021	1,724,465	1,724,465	
1,000,000	Clarity Trust	0.212%	19-Jul-2021	999,820	999,820	
1,050,000	Clarity Trust	0.229%	25-Aug-2021	1,049,402	1,049,402	
1,425,000	Honda Canada Finance Inc.	0.339%	5-Oct-2021	1,422,620	1,422,620	
1,600,000	Hydro One Inc.	0.222%	8-Jul-2021	1,599,232	1,599,232	
2,015,000	OMERS Finance Trust	0.158%	15-Sep-2021	2,014,214	2,014,214	
1,675,000	Ontario Teachers' Finance Trust	0.180%	12-Aug-2021	1,674,297	1,674,297	
				10,484,050	10,484,050	38.67
<b>Promissory Notes</b>						
860,000	Province of Alberta	0.200%	25-Jan-2022	858,332	858,332	
				858,332	858,332	3.17
<b>Treasury Bills</b>						
130,000	Canadian Treasury Bill	0.087%	8-Jul-2021	129,974	129,974	
1,050,000	Canadian Treasury Bill	0.094%	5-Aug-2021	1,049,792	1,049,792	
				1,179,766	1,179,766	4.35
				24,390,841	24,390,841	89.98
<b>Government Bonds</b>						
2,600,000	Hydro Quebec Interest Strip		15-Aug-2021	2,599,197	2,599,407	
				2,599,197	2,599,407	9.59
<b>Total Investments</b>				\$ 26,990,038	\$ 26,990,248	99.57
<b>Other Assets Less Liabilities</b>					115,497	0.43
<b>Net Assets Attributable to Holders of Redeemable Units</b>					\$ 27,105,745	100.00

### Summary of Investment Portfolio

The fair value percentages of Net Assets Attributable to Holders of Redeemable Units by major portfolio category are shown in the following table:

As a % of Fund's Net Assets attributable to holders of redeemable units		
Asset Type	2021	2020
Treasury Bills	4.35%	5.60%
Bankers' Acceptances	43.79%	46.92%
Discount Commercial Paper	38.67%	33.34%
Promissory Notes	3.17%	-
Bearer Deposit Notes	-	5.60%
Government Bond	9.59%	8.68%
Net Other Assets	0.43%	-0.14%
	100.00%	100.00%

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**Educators Mortgage & Income Fund****Statements of Financial Position***As at June 30, 2021 (unaudited) and December 31, 2020 (audited)*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 146,642	\$ 110,640
Interest and dividends receivable	447,509	358,331
Subscriptions receivable	24,787	531,839
Due from brokers	629,350	668,925
Investments	<u>144,843,765</u>	<u>143,950,266</u>
<b>Total assets</b>	<b>\$ <u>146,092,053</u></b>	<b>\$ <u>145,620,001</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Due to brokers	644,105	673,088
Redemptions payable	-	94,903
Distributions payable	1,977	-
Amounts due to Manager-Trustee (Note 6)	<u>150,961</u>	<u>151,165</u>
<b>Total liabilities</b>	<b><u>797,043</u></b>	<b><u>919,156</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>145,295,010</u></b>	<b>\$ <u>144,700,845</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	<u>145,295,010</u>	<u>144,700,845</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	<u>12,698,700</u>	<u>12,499,441</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	<u>11.44</u>	<u>11.58</u>

On behalf of the Manager-Trustee: Educators Financial Group Inc.

*Signed:* Chuck Hamilton, CEO

*Signed:* Stuart Mulcahy, CFO

## Educators Mortgage & Income Fund

### Statements of Comprehensive Income

For the six months ended June 30, 2021 and 2020 (unaudited)

	2021	2020
<b>Income</b>		
Interest for distribution purposes	\$ 1,802,436	\$ 1,844,435
Securities lending (Note 5)	4,521	3,099
Other changes in fair value of investments:		
Net realized gain (loss)	140,595	476,649
Net realized gain (loss) on forward contracts	-	8,111
Net change in unrealized appreciation (depreciation) on forward contracts	-	(20,797)
Net change in unrealized appreciation (depreciation)	(1,784,830)	1,621,086
<b>Total income</b>	<b>162,722</b>	<b>3,932,583</b>
<b>Expenses</b>		
Management fees (Note 6)	793,073	706,401
Independent review committee fees	7,438	2,748
Transaction costs	12,217	-
Harmonised sales tax	102,385	91,408
<b>Total expenses</b>	<b>915,113</b>	<b>800,557</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ (752,391)</b>	<b>\$ 3,132,026</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ (752,391)	\$ 3,132,026
<b>Weighted average redeemable units outstanding during the period</b>		
Class A	12,651,836	11,405,313
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ (0.06)	\$ 0.27

# Educators Mortgage & Income Fund

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30, 2021 and 2020 (unaudited)

	2021	2020
<b>Net assets attributable to holders of redeemable units, beginning of period</b>		
Class A	\$ 144,700,845	\$ 129,221,185
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	(752,391)	3,132,026
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(956,158)	(1,079,925)
<b>Total distributions to holders of redeemable units</b>	<b>(956,158)</b>	<b>(1,079,925)</b>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	17,077,697	10,222,774
Redemption of redeemable units		
Class A	(15,716,849)	(11,347,002)
Reinvestments of distributions to holders of redeemable units		
Class A	941,866	1,061,710
<b>Net increase (decrease) from redeemable unit transactions</b>	<b>2,302,714</b>	<b>(62,518)</b>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	594,165	1,989,583
<b>Net assets attributable to holders of redeemable units, end of period</b>		
Class A	<b>145,295,010</b>	<b>131,210,768</b>

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**Educators Mortgage & Income Fund****Statements of Changes in Net Assets Attributable to Holders of Redeemable Units** (continued)*For the six months ended June 30, 2021 and 2020 (unaudited)*

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**Redeemable unit continuity** (Note 3)

The following redeemable units were issued for cash, issued on reinvestment of distributions and redeemed during the period ended June 30, 2021 and year ended December 31, 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	12,499,441	11,485,494
Units issued	1,484,382	2,767,257
Units issued from reinvested distributions	82,052	154,450
Units redeemed	(1,367,175)	(1,907,760)
Number of units, end of period	<u>12,698,700</u>	<u>12,499,441</u>

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**Educators Mortgage & Income Fund****Statements of Cash Flows***For the six months ended June 30, 2021 and 2020 (unaudited)*

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	<b>2021</b>	<b>2020</b>
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (752,391)	\$ 3,132,026
Adjustments for:		
Net realized (gain) loss on sale of investments	(140,595)	(476,649)
Net change in unrealized (appreciation) depreciation in value of investments	1,784,830	(1,621,086)
Net change in unrealized (appreciation) depreciation on forward contracts	-	20,797
Purchase of investments	(46,908,071)	(37,917,303)
Proceeds from disposal of investments	44,380,929	38,239,958
(Increase) decrease in interest receivable	(89,178)	(117,506)
Increase (decrease) in amounts due to Manager-Trustee	(204)	589
Cash provided (used) by operating activities	<u>(1,724,680)</u>	<u>1,260,826</u>
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	17,584,749	10,149,637
Redemption of redeemable units	(15,811,752)	(11,363,085)
Distributions paid to holders of redeemable units, net of reinvested distributions	(12,315)	(14,735)
Cash provided by financing activities	<u>1,760,682</u>	<u>(1,228,183)</u>
<b>Increase (decrease) in cash</b>	<u>\$ 36,002</u>	<u>\$ 32,643</u>
<b>Cash, beginning of period</b>	<u>\$ 110,640</u>	<u>\$ 59,834</u>
<b>Cash, end of period</b>	<u>\$ 146,642</u>	<u>\$ 92,477</u>
<b>Supplemental cash flow information:</b>		
Interest received	\$ 1,713,258	\$ 1,726,929

# Educators Mortgage & Income Fund

## Schedule of Investments

As at June 30, 2021 (unaudited)

Par Value or No. of Units	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>Short-Term Investments</b>						
<b>Treasury Bills</b>						
1,985,000	Canadian Treasury Bill	0.126%	22-Jul-2021	\$ 1,984,788	\$ 1,984,788	
				1,984,788	1,984,788	1.37
<b>Canadian Bonds</b>						
<b>Asset-Backed</b>						
1,925,000	Institutional Mortgage Securities Canada Inc.	1.936%	12-Sep-2024	917,885	926,478	
300,000	MCAP CMBS Issuer Corp.	3.600%	12-Apr-2054	216,177	222,948	
890,000	Real Estate Asset Liquidity Trust	1.856%	12-Sep-2021	67,760	67,836	
350,000	Real Estate Asset Liquidity Trust	3.239%	12-May-2025	358,120	363,795	
2,075,000	Real Estate Asset Liquidity Trust	2.557%	12-Oct-2049	578,455	588,589	
780,000	Real Estate Asset Liquidity Trust	2.870%	12-Nov-2052	468,758	475,064	
560,000	Real Estate Asset Liquidity Trust	3.072%	12-Aug-2053	379,931	390,538	
				2,987,086	3,035,248	2.09
<b>Corporate Bonds</b>						
570,000	Bank of Montreal	2.370%	3-Feb-2025	569,994	589,708	
400,000	Bank of Montreal	1.551%	28-May-2026	400,000	398,111	
290,000	Bank of Nova Scotia	2.490%	23-Sep-2024	289,986	300,961	
250,000	BCI QuadReal Realty	1.056%	12-Mar-2024	250,000	249,940	
500,000	bclMC Realty Corp.	3.000%	31-Mar-2027	503,511	532,243	
210,000	Bell Canada Inc.	2.700%	27-Feb-2024	211,508	217,505	
1,310,000	Brookfield Asset Management Inc.	4.820%	28-Jan-2026	1,490,077	1,476,560	
600,000	Brookfield Infrastructure Finance ULC	3.315%	22-Feb-2024	589,926	630,125	
700,000	Brookfield Property Finance ULC	4.346%	3-Jul-2023	700,270	728,396	
1,190,000	Canadian Imperial Bank of Commerce	0.665%	10-Jun-2024	1,190,000	1,191,584	
370,000	Canadian Imperial Bank of Commerce	2.350%	28-Aug-2024	370,000	382,165	
750,000	Canadian Imperial Bank of Commerce	2.000%	17-Apr-2025	749,430	766,090	
770,000	Canadian Natural Resources Ltd.	1.450%	16-Nov-2023	770,586	774,597	
90,000	Canadian Natural Resources Ltd.	3.550%	3-Jun-2024	96,578	95,234	
530,000	Canadian Natural Resources Ltd.	3.420%	1-Dec-2026	572,523	565,045	
455,000	Canadian Western Bank	2.597%	6-Sep-2024	455,000	471,138	
190,000	CARDS II Trust	3.127%	15-Nov-2024	190,000	197,970	
2,150,000	Choice Properties Real Estate Investment Trust	4.055%	24-Nov-2025	2,404,818	2,342,435	
2,090,000	Coast Capital Savings Credit Union	5.000%	3-May-2028	2,193,940	2,215,444	
310,000	Coast Capital Savings Federal Credit Union	0.975%	21-Jul-2021	310,000	310,065	
740,000	Coast Capital Savings Federal Credit Union	0.855%	9-Dec-2022	740,000	740,330	
600,000	Dream Industrial Real Estate Investment Trust	2.057%	17-Jun-2027	600,000	597,682	
950,000	Empire Life Insurance Co.	3.383%	16-Dec-2026	963,484	961,606	
900,000	Empire Life Insurance Co.	3.664%	15-Mar-2028	902,770	938,331	
210,000	Federation des Caisses Desjardins du Quebec	2.008%	12-May-2026	210,000	210,588	
530,000	Federation des Caisses Desjardins du Quebec	1.992%	28-May-2031	530,000	529,296	
200,000	First Capital Real Estate Investment Trust	1.207%	21-May-2024	200,000	199,734	
300,000	First National Financial Corp.	3.582%	25-Nov-2024	300,000	313,401	
990,000	First National Financial Corp.	2.961%	17-Nov-2025	997,738	1,009,473	
650,000	Genworth MI Canada Inc.	4.242%	1-Apr-2024	655,545	694,356	
600,000	Genworth MI Canada Inc.	2.955%	1-Mar-2027	599,994	613,867	
310,000	Gibson Energy Inc.	2.450%	14-Jul-2025	309,392	317,600	
1,282,000	Granite REIT Holdings LP	3.873%	30-Nov-2023	1,290,541	1,359,853	
290,000	Manulife Financial Corp.	2.237%	12-May-2030	290,000	297,174	
1,075,000	Pembina Pipeline Corp.	3.770%	24-Oct-2022	1,145,200	1,114,088	
130,000	Royal Bank of Canada	2.352%	2-Jul-2024	130,000	134,330	
740,000	Royal Bank of Canada	2.609%	1-Nov-2024	740,000	771,330	
960,000	Royal Bank of Canada	1.936%	1-May-2025	972,033	978,688	
700,000	Royal Bank of Canada	2.740%	25-Jul-2029	700,000	726,888	
450,000	Royal Bank of Canada	2.880%	23-Dec-2029	449,960	469,872	
2,430,000	Royal Bank of Canada	2.088%	30-Jun-2030	2,435,075	2,467,608	
910,000	Summit Industrial Income Real Estate Investment Trl	2.150%	17-Sep-2025	914,174	921,898	
540,000	Summit Industrial Income Real Estate Investment Trl	1.820%	1-Apr-2026	539,735	535,870	
510,000	Summit Industrial Income Real Estate Investment Trl	2.250%	12-Jan-2027	509,924	512,411	
800,000	Suncor Energy Inc.	3.000%	14-Sep-2026	839,960	843,319	
160,000	Toronto-Dominion Bank	2.850%	8-Mar-2024	163,738	167,341	
220,000	Toronto-Dominion Bank	2.496%	2-Dec-2024	228,688	228,660	
830,000	Toronto-Dominion Bank	1.128%	9-Dec-2025	830,000	815,509	
1,000,000	Toronto-Dominion Bank	3.224%	25-Jul-2029	1,018,760	1,053,390	
4,740,000	Toronto-Dominion Bank	3.105%	22-Apr-2030	4,944,841	4,995,512	
390,000	TransCanada PipeLines Ltd.	0.725%	9-Jun-2024	390,000	390,381	
				39,849,699	40,345,702	27.77
<b>Government Bonds</b>						
2,785,000	Canada Housing Trust No 1	1.950%	15-Dec-2025	2,962,439	2,884,428	
1,650,000	Canada Housing Trust No 1	1.250%	15-Jun-2026	1,647,096	1,652,062	
4,000,000	Canada Housing Trust No 1	1.900%	15-Sep-2026	4,251,994	4,126,640	
835,000	Province of British Columbia	2.300%	18-Jun-2026	897,416	877,361	
1,000,000	Province of Manitoba	2.600%	2-Jun-2027	1,045,126	1,062,461	
1,500,000	Province of Saskatchewan Canada	2.650%	2-Jun-2027	1,662,870	1,599,097	
				12,466,941	12,202,049	8.40
				55,303,726	55,582,999	38.26

## Educators Mortgage & Income Fund

### Schedule of Investments

As at June 30, 2021 (unaudited)

Par Value or No. of Units	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>Canadian Common Stocks</b>						
<b>Preferred Shares</b>						
46,975	Brookfield Asset Management Inc.	4.500%		983,119	1,073,849	
73,325	Brookfield Asset Management Inc.	4.800%		1,570,870	1,759,800	
15,000	Sun Life Financial Inc.	4.800%		345,852	351,300	
100,400	Toronto-Dominion Bank	3.600%		2,363,056	2,409,603	
				<u>5,262,897</u>	<u>5,594,552</u>	<u>3.84</u>
<b>Canadian Mutual Funds</b>						
67,904	HSBC Emerging Markets Debt Fund, Institutional Series			686,877	649,659	
7,037,466	HSBC Mortgage Fund, Institutional Series			<u>75,155,080</u>	<u>75,438,826</u>	
				<u>75,841,957</u>	<u>76,088,485</u>	<u>52.37</u>
<b>Foreign Bonds</b>						
<b>Australia</b>						
1,850,000	BHP Billiton Finance Ltd.	3.230%	15-May-2023	1,915,391	1,925,256	
				<u>1,915,391</u>	<u>1,925,256</u>	<u>1.33</u>
<b>United States</b>						
650,000	AT&T Inc.	4.000%	25-Nov-2025	720,521	712,174	
130,000	Bank of America Corp.	3.301%	24-Apr-2024	130,000	135,473	
150,000	Bank of America Corp.	2.932%	25-Apr-2025	157,500	156,788	
640,000	Bank of America Corp.	3.407%	20-Sep-2025	687,933	679,635	
390,000	Bank of America Corp.	1.035%	15-Sep-2027	390,000	392,338	
500,000	Citigroup Inc.	4.090%	9-Jun-2025	545,060	544,480	
1,000,000	Morgan Stanley	3.000%	7-Feb-2024	983,140	1,046,797	
				<u>3,614,154</u>	<u>3,667,685</u>	<u>2.52</u>
				<u>5,529,545</u>	<u>5,592,941</u>	<u>3.85</u>
<b>Total Investments</b>				<b>\$ 143,922,913</b>	<b>\$ 144,843,765</b>	<b>99.69</b>
<b>Transaction Costs</b>				<b>(6,775)</b>		
<b>Net Investments</b>				<b>\$ 143,916,138</b>	<b>\$ 144,843,765</b>	<b>99.69</b>
<b>Other Assets Less Liabilities</b>					<b>451,245</b>	<b>0.31</b>
<b>Net Assets Attributable to Holders of Redeemable Units</b>					<b>\$ 145,295,010</b>	<b>100.00</b>

#### Summary of Investment Portfolio

The fair value percentages of Net Assets Attributable to Holders of Redeemable Units by major portfolio category are shown in the following table:

As a % of Fund's Net Assets attributable to holders of redeemable units		
Asset Type	2021	2020
Canadian Mutual Funds	52.37%	49.93%
Corporate Bonds	31.62%	30.37%
Preferred Shares	3.84%	-
Government Bonds	8.40%	16.08%
Asset-Backed Securities	2.09%	2.31%
Short-term investments	1.37%	0.79%
Net Other Assets	0.31%	0.52%
	<b>100.00%</b>	<b>100.00%</b>



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**Educators Bond Fund****Statements of Financial Position***As at June 30, 2021 (unaudited) and December 31, 2020 (audited)*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 222,370	\$ 12,229
Interest and dividends receivable	308,810	303,504
Subscriptions receivable	91,091	17,248
Forward contracts (Note 10)	1,967	88,155
Investments	<u>55,149,315</u>	<u>50,213,410</u>
<b>Total assets</b>	<b>\$ <u>55,773,553</u></b>	<b>\$ <u>50,634,546</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Redemptions payable	82,198	16,688
Distributions payable	117	-
Amounts due to Manager-Trustee (Note 6)	15,323	16,312
Forward contracts (Note 10)	<u>80,833</u>	<u></u>
<b>Total liabilities</b>	<b><u>178,471</u></b>	<b><u>33,000</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>55,595,082</u></b>	<b>\$ <u>50,601,546</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	15,074,692	15,950,776
Class I	<u>40,520,390</u>	<u>34,650,770</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	1,473,858	1,498,675
Class I	<u>3,862,549</u>	<u>3,173,583</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	10.23	10.64
Class I	<u>10.49</u>	<u>10.92</u>

On behalf of the Manager-Trustee: Educators Financial Group Inc.

*Signed: Chuck Hamilton, CEO*

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*Signed: Stuart Mulcahy, CFO*

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## Educators Bond Fund

### Statements of Comprehensive Income

For the six months ended June 30, 2021 and 2020 (unaudited)

	2021	2020
<b>Income</b>		
Interest for distribution purposes	\$ 816,208	\$ 586,971
Securities lending (Note 5)	1,965	1,890
Other changes in fair value of investments:		
Net realized gain (loss)	(200,531)	938,833
Net realized gain (loss) on forward contracts	244,221	(72,003)
Net change in unrealized appreciation (depreciation) on forward contracts	(167,021)	55,786
Net change in unrealized appreciation (depreciation)	(1,844,116)	1,080,165
<b>Total income</b>	<b>(1,149,274)</b>	<b>2,591,642</b>
<b>Expenses</b>		
Management fees (Note 6)	86,040	52,272
Independent review committee fees	1,665	745
Harmonised sales tax	11,134	6,748
<b>Total expenses</b>	<b>98,839</b>	<b>59,765</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ (1,248,113)</b>	<b>\$ 2,531,877</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ (492,415)	\$ 604,995
Class I	\$ (755,698)	\$ 1,926,882
<b>Weighted average redeemable units outstanding during the period</b>		
Class A	1,534,325	923,565
Class I	3,483,677	2,542,402
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ (0.32)	\$ 0.66
Class I	\$ (0.22)	\$ 0.76

**Educators Bond Fund****Statements of Changes in Net Assets Attributable to Holders of Redeemable Units***For the six months ended June 30, 2021 and 2020 (unaudited)*

	2021	2020
<b>Net assets attributable to holders of redeemable units, beginning of period</b>		
Class A	\$ 15,950,776	\$ 9,232,830
Class I	<u>34,650,770</u>	<u>24,218,795</u>
	<u>50,601,546</u>	<u>33,451,625</u>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	(492,415)	604,995
Class I	<u>(755,698)</u>	<u>1,926,882</u>
	<u>(1,248,113)</u>	<u>2,531,877</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(157,904)	(102,924)
Class I	<u>(624,633)</u>	<u>(467,476)</u>
	<u>(782,537)</u>	<u>(570,400)</u>
<b>Total distributions to holders of redeemable units</b>	<u>(782,537)</u>	<u>(570,400)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	1,542,338	1,319,370
Class I	<u>7,879,159</u>	<u>5,215,080</u>
	<u>9,421,497</u>	<u>6,534,450</u>
Redemption of redeemable units		
Class A	(1,926,057)	(988,926)
Class I	<u>(1,253,674)</u>	<u>(1,204,482)</u>
	<u>(3,179,731)</u>	<u>(2,193,408)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	157,954	102,924
Class I	<u>624,466</u>	<u>467,476</u>
	<u>782,420</u>	<u>570,400</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>7,024,186</u>	<u>4,911,442</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	(876,084)	935,439
Class I	<u>5,869,620</u>	<u>5,937,480</u>
	<u>4,993,536</u>	<u>6,872,919</u>
<b>Net assets attributable to holders of redeemable units, end of period</b>		
Class A	15,074,692	10,168,269
Class I	<u>40,520,390</u>	<u>30,156,275</u>
	<u>55,595,082</u>	<u>40,324,544</u>

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**Educators Bond Fund****Statements of Changes in Net Assets Attributable to Holders of Redeemable Units** (continued)*For the six months ended June 30, 2021 and 2020 (unaudited)*

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**Redeemable unit continuity** (Note 3)

The following redeemable units were issued for cash, issued on reinvestment of distributions and redeemed during the period ended June 30, 2021 and year ended December 31, 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	1,498,675	910,353
Units issued	148,604	705,143
Units issued from reinvested distributions	15,550	57,129
Units redeemed	(188,971)	(173,950)
Number of units, end of period	<u>1,473,858</u>	<u>1,498,675</u>

<b>Class I</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	3,173,583	2,329,983
Units issued	747,668	934,209
Units issued from reinvested distributions	59,869	163,902
Units redeemed	(118,571)	(254,511)
Number of units, end of period	<u>3,862,549</u>	<u>3,173,583</u>

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**Educators Bond Fund****Statements of Cash Flows***For the six months ended June 30, 2021 and 2020 (unaudited)*

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	<b>2021</b>	<b>2020</b>
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (1,248,113)	\$ 2,531,877
Adjustments for:		
Net realized (gain) loss on sale of investments	200,531	(938,833)
Net change in unrealized (appreciation) depreciation in value of investments	1,844,116	(1,080,165)
Net change in unrealized (appreciation) depreciation on forward contracts	167,021	(55,786)
Purchase of investments	(63,652,131)	(63,688,900)
Proceeds from disposal of investments	56,671,579	60,373,444
(Increase) decrease in interest and dividends receivable	(5,306)	(84,612)
Increase (decrease) in amounts due to Manager-Trustee	(989)	714
Cash provided (used) by operating activities	<u>(6,023,292)</u>	<u>(2,942,261)</u>
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	9,347,654	6,586,180
Redemption of redeemable units	(3,114,221)	(2,208,308)
Cash provided (used) by operating activities	<u>6,233,433</u>	<u>4,377,872</u>
<b>Increase (decrease) in cash</b>	\$ <u>210,141</u>	\$ <u>1,435,611</u>
<b>Cash, beginning of period</b>	\$ <u>12,229</u>	\$ <u>28,435</u>
<b>Cash, end of period</b>	\$ <u>222,370</u>	\$ <u>1,464,046</u>
<b>Supplemental cash flow information:</b>		
Interest received	\$ 810,902	\$ 502,359

# Educators Bond Fund

## Schedule of Investments

As at June 30, 2021 (unaudited)

Par Value or No. of Units	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>Short-Term Investments</b>						
<b>Treasury Bills</b>						
965,000	Canadian Treasury Bill	0.111%	2-Sep-2021	\$ 964,741	\$ 964,741	
25,000	Canadian Treasury Bill	0.126%	16-Sep-2021	24,993	24,993	
825,000	Canadian Treasury Bill	0.147%	30-Sep-2021	824,696	824,696	
				<u>1,814,430</u>	<u>1,814,430</u>	<u>3.26</u>
<b>Canadian Bonds</b>						
<b>Asset-Backed</b>						
132,000	Canadian Mortgage Pools	1.420%	1-Jun-2022	71,628	73,550	
1,349,000	Canadian Mortgage Pools	1.840%	1-Dec-2022	839,620	853,646	
				<u>911,248</u>	<u>927,196</u>	<u>1.67</u>
<b>Corporate Bonds</b>						
214,000	Aéroports de Montreal	3.030%	21-Apr-2050	221,172	211,098	
298,000	ARC Resources Ltd.	2.354%	10-Mar-2026	298,000	300,364	
908,000	Bank of Montreal	4.300%	26-Nov-2080	925,625	958,551	
755,000	Bell Canada Inc.	1.650%	16-Aug-2027	757,982	734,711	
188,000	Bell Canada Inc.	2.200%	29-May-2028	187,769	188,100	
389,000	Bell Canada Inc.	3.000%	17-Mar-2031	388,665	397,669	
414,000	Bell MTS Inc.	4.000%	27-May-2024	442,293	443,045	
312,000	Brookfield Infrastructure Finance ULC	2.855%	1-Sep-2032	302,278	307,243	
23,000	Canadian Imperial Bank of Commerce	2.000%	17-Apr-2025	23,786	23,493	
1,397,000	Canadian Imperial Bank of Commerce	1.960%	21-Apr-2031	1,402,099	1,398,161	
630,000	Canadian Imperial Bank of Commerce	4.375%	28-Oct-2080	630,000	662,534	
306,000	Cenovus Energy Inc.	3.500%	7-Feb-2028	292,227	320,935	
532,000	CU Inc.	4.947%	18-Nov-2050	743,566	711,413	
555,000	Empire Life Insurance Co.	3.625%	17-Apr-2081	555,000	558,518	
575,000	Enbridge Gas Distribution Inc.	7.600%	29-Oct-2026	767,307	739,346	
44,000	Enbridge Gas Inc.	9.850%	2-Dec-2024	60,078	56,252	
232,000	Enbridge Gas Inc.	8.650%	10-Nov-2025	311,107	298,430	
366,000	Enbridge Pipelines Inc.	6.350%	17-Nov-2023	420,217	409,049	
61,000	Enbridge Pipelines Inc.	8.200%	15-Feb-2024	75,009	71,393	
117,000	EPCOR Utilities Inc.	2.899%	19-May-2050	117,000	111,219	
372,000	Ford Credit Canada Co.	4.460%	13-Nov-2024	375,175	391,840	
194,000	Fortis Inc.	2.180%	15-May-2028	193,899	195,790	
365,000	Gibson Energy Inc.	5.250%	22-Dec-2080	365,000	370,680	
398,000	Intact Financial Corp.	2.179%	18-May-2028	398,000	401,483	
689,000	Intact Financial Corp.	4.125%	31-Mar-2081	689,000	702,975	
247,000	Keyera Corp.	3.959%	29-May-2030	259,525	264,925	
241,000	Manulife Financial Corp.	3.375%	19-Jun-2081	242,367	239,942	
170,000	MEG Energy Corp.	7.125%	1-Feb-2027	225,263	224,832	
101,000	NOVA Gas Transmission Ltd.	6.590%	1-Dec-2027	126,188	123,874	
1,103,000	Parkland Corp.	3.875%	16-Jun-2026	1,103,000	1,115,179	
188,000	Partner Inc.	4.500%	15-Mar-2029	237,951	240,089	
558,000	Pembina Pipeline Corp.	4.800%	25-Jan-2081	558,560	548,087	
237,000	Penske Truck Leasing Canada Inc.	2.850%	7-Dec-2022	243,726	242,873	
373,000	Ritchie Bros Auctioneers Inc.	5.375%	15-Jan-2025	493,219	476,474	
584,000	Royal Bank of Canada	1.936%	1-May-2025	592,048	595,368	
760,000	Royal Bank of Canada	1.589%	4-May-2026	758,536	758,123	
718,000	Royal Bank of Canada	2.880%	23-Dec-2029	728,625	749,707	
637,000	Royal Bank of Canada	1.670%	28-Jan-2033	631,920	616,986	
941,000	Royal Bank of Canada	4.500%	24-Nov-2080	961,247	1,001,854	
1,136,000	Royal Bank of Canada	4.000%	24-Feb-2081	1,147,063	1,181,801	
92,000	Saputo Inc.	2.297%	22-Jun-2028	92,000	92,180	
181,000	SNC-Lavalin Group Inc.	3.800%	19-Aug-2024	181,000	187,991	
452,000	Stantec Inc.	2.048%	8-Oct-2027	452,000	445,248	
534,000	Toronto-Dominion Bank	1.888%	8-Mar-2028	533,097	533,445	
126,000	Toronto-Dominion Bank	3.224%	25-Jul-2029	135,879	132,727	
283,000	TransCanada PipeLines Ltd.	8.290%	5-Feb-2026	371,243	355,745	
10,000	TransCanada PipeLines Ltd.	7.310%	15-Jan-2027	12,535	12,426	
1,075,000	TransCanada PipeLines Ltd.	7.900%	15-Apr-2027	1,395,377	1,374,514	
211,000	TransCanada PipeLines Ltd.	8.210%	25-Apr-2030	295,191	287,375	
218,000	TransCanada Trust	4.650%	18-May-2077	215,809	226,298	

## Educators Bond Fund

### Schedule of Investments

As at June 30, 2021 (unaudited)

Par Value or No. of Units	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
731,000	Videotron Ltd.	3.625%	15-Jun-2028	731,000	736,330	
550,000	Videotron Ltd.	4.500%	15-Jan-2030	561,250	576,010	
596,000	Westcoast Energy Inc.	8.850%	21-Jul-2025	785,856	756,604	
183,000	Westcoast Energy Inc.	7.300%	18-Dec-2026	232,584	229,518	
42,000	Westcoast Energy Inc.	7.150%	20-Mar-2031	55,954	56,346	
306,000	WSP Global Inc	2.408%	19-Apr-2028	306,000	308,595	
				25,608,267	25,655,758	46.15
<b>Government Bonds</b>						
1,683,000	Canadian Government Bond	1.500%	1-Jun-2023	1,725,220	1,716,799	
2,076,000	Canadian Government Bond	2.000%	1-Dec-2051	2,399,945	2,152,407	
228,000	Province of Alberta	2.350%	1-Jun-2025	240,207	238,988	
1,734,000	Province of Alberta	2.050%	1-Jun-2030	1,793,911	1,748,101	
926,000	Province of Alberta	3.100%	1-Jun-2050	1,044,917	994,869	
450,000	Province of British Columbia	2.800%	18-Jun-2048	508,764	473,058	
626,000	Province of British Columbia	2.950%	18-Jun-2050	684,732	675,915	
2,055,000	Province of Ontario	2.400%	2-Jun-2026	2,169,443	2,162,238	
405,000	Province of Ontario	1.050%	8-Sep-2027	405,199	393,861	
387,000	Province of Ontario	2.800%	2-Jun-2048	412,597	401,332	
426,000	Province of Ontario	1.850%	1-Feb-2027	449,230	436,399	
3,449,000	Province of Ontario	1.900%	2-Dec-2051	3,106,801	2,921,974	
1,209,000	Province of Quebec	3.500%	1-Dec-2045	1,416,022	1,421,181	
870,000	Province of Quebec	3.500%	1-Dec-2048	1,075,777	1,029,079	
685,000	Province of Quebec	3.100%	1-Dec-2051	810,751	758,545	
59,000	Province of Quebec	2.850%	1-Dec-2053	59,753	62,333	
				18,303,269	17,587,079	31.64
				46,637,214	45,984,463	82.72
<b>Foreign Common Stocks</b>						
<b>Preferred Shares</b>						
6,869	GMAC Capital Trust I			230,999	215,284	
				230,999	215,284	0.39
<b>Foreign Bonds</b>						
<b>Cayman Islands</b>						
380,000	Avolon Holdings Funding Ltd.	3.250%	15-Feb-2027	471,770	486,043	
				471,770	486,043	0.87
<b>Jersey</b>						
483,000	Heathrow Funding Ltd.	2.694%	13-Oct-2027	483,000	491,698	
274,000	Heathrow Funding Ltd.	3.661%	13-Jan-2031	273,967	290,686	
				756,967	782,384	1.41
<b>United Kingdom</b>						
184,000	Vodafone Group PLC	3.250%	4-Jun-2081	221,933	229,385	
				221,933	229,385	0.41
<b>United States</b>						
178,000	Air Lease Corp.	2.625%	5-Dec-2024	169,915	182,947	
376,000	Ally Financial Inc.	4.700%	31-Dec-2049	472,202	481,989	
1,110,000	Bank of America Corp.	1.978%	15-Sep-2027	1,110,149	1,108,368	
580,000	BOC Aviation USA Corp.	1.625%	29-Apr-2024	723,024	724,400	
242,000	Brink's Co.	4.625%	15-Oct-2027	310,533	312,837	
188,000	CCO Holdings LLC / CCO Holdings Capital Corp.	5.000%	1-Feb-2028	238,621	244,554	
190,000	Cheniere Energy Inc.	4.625%	15-Oct-2028	250,362	248,511	
379,000	Clean Harbors Inc.	4.875%	15-Jul-2027	486,331	493,051	
426,000	Goldman Sachs Group Inc.	0.805%	29-Apr-2025	426,000	427,082	
188,000	JBS USA Holdings, Inc.	3.750%	1-Dec-2031	227,471	238,504	
262,000	JPMorgan Chase & Co.	1.896%	5-Mar-2028	262,000	261,202	
410,000	Mileage Plus Holdings LLC	6.500%	20-Jun-2027	561,385	559,615	
187,000	MSCI Inc.	4.000%	15-Nov-2029	240,904	244,397	
186,000	Targa Resources Partners	5.375%	1-Feb-2027	234,306	240,531	
187,000	Tenet Healthcare Corp.	5.125%	1-Nov-2027	236,049	243,148	
188,000	T-Mobile USA Inc.	3.375%	15-Apr-2029	230,353	240,814	
93,000	United Airlines Inc.	4.375%	15-Apr-2026	116,547	119,336	

## Educators Bond Fund Schedule of Investments

As at June 30, 2021 (unaudited)

Par Value or No. of Units	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
93,000	United Airlines Inc.	4.625%	15-Apr-2029	116,547	119,336	
364,000	Verizon Communications Inc.	2.375%	22-Mar-2028	363,439	368,664	
593,000	Verizon Communications Inc.	2.500%	16-May-2030	608,041	592,470	
				7,384,179	7,451,756	13.40
				8,834,849	8,949,568	16.09
<b>Total Investments</b>				\$ 55,703,062	\$ 55,149,315	99.20
<b>Net Investments</b>						
<b>Other Assets Less Liabilities</b>					445,767	0.80
<b>Net Assets Attributable to Holders of Redeemable Units</b>					\$ 55,595,082	100.00

### Summary of Investment Portfolio

The fair value percentages of Net Assets Attributable to Holders of Redeemable Units by major portfolio category are shown in the following table:

Asset Type	As a % of Fund's Net Assets attributable to holders of redeemable units	
	2021	2020
Government Bonds	31.64%	30.91%
Corporate Bonds	62.24%	62.65%
Asset-Backed Securities	1.67%	2.15%
Short-term investments	3.26%	2.52%
Preferred Shares	0.39%	1.00%
Net Other Assets (Liabilities)	0.80%	0.77%
	<b>100.00%</b>	<b>100.00%</b>

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**Educators Balanced Fund****Statements of Financial Position***As at June 30, 2021 (unaudited) and December 31, 2020 (audited)*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 368,637	\$ 34,144
Interest and dividends receivable	548,080	518,985
Subscriptions receivable	121,883	310,897
Investments	<u>286,529,746</u>	<u>261,531,819</u>
<b>Total assets</b>	<b>\$ <u>287,568,346</u></b>	<b>\$ <u>262,395,845</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Redemptions payable	21,475	154,462
Distributions payable	-	131
Amounts due to Manager-Trustee (Note 6)	<u>433,749</u>	<u>406,795</u>
<b>Total liabilities</b>	<b><u>455,224</u></b>	<b><u>561,388</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>287,113,122</u></b>	<b>\$ <u>261,834,457</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	273,994,318	250,171,023
Class E	<u>13,118,804</u>	<u>11,663,434</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	12,495,992	12,275,259
Class E	<u>1,110,120</u>	<u>1,063,819</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	21.93	20.38
Class E	<u>11.82</u>	<u>10.96</u>

On behalf of the Manager-Trustee: Educators Financial Group Inc.

*Signed:* Chuck Hamilton, CEO

*Signed:* Stuart Mulcahy, CFO



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**Educators Balanced Fund****Statements of Comprehensive Income***For the six months ended June 30, 2021 and 2020 (unaudited)*

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	2021	2020
<b>Income</b>		
Interest for distribution purposes	\$ 1,027,630	\$ 1,084,672
Dividends	1,158,679	1,362,527
Securities lending (Note 5)	8,369	7,961
Other changes in fair value of investments:		
Net realized gain (loss)	6,426,430	2,370,977
Net change in unrealized appreciation (depreciation)	14,043,307	(16,797,992)
<b>Total income</b>	<b>22,664,415</b>	<b>(11,971,855)</b>
<b>Expenses</b>		
Management fees (Note 6)	2,228,365	1,981,402
Independent review committee fees	9,260	4,713
Transaction costs	23,986	33,566
Withholding taxes	5	127
Harmonised sales tax	288,168	256,207
<b>Total expenses</b>	<b>2,549,784</b>	<b>2,276,015</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 20,114,631</b>	<b>\$ (14,247,870)</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 19,185,887	\$ (14,500,099)
Class E	\$ 928,744	\$ 252,229
<b>Weighted average redeemable units outstanding during the period</b>		
Class A	12,389,599	12,630,517
Class E	1,089,493	991,646
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 1.55	\$ (1.15)
Class E	\$ 0.85	\$ 0.25

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**Educators Balanced Fund****Statements of Changes in Net Assets Attributable to Holders of Redeemable Units***For the six months ended June 30, 2021 and 2020 (unaudited)*

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	2021	2020
<b>Net assets attributable to holders of redeemable units, beginning of period</b>		
Class A	\$ 250,171,023	\$ 257,305,616
Class E	11,663,434	-
	<u>261,834,457</u>	<u>257,305,616</u>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	19,185,887	(14,500,099)
Class E	928,744	252,229
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	20,591,433	11,738,929
Class E	1,234,990	10,061,581
	<u>21,826,423</u>	<u>21,800,510</u>
Redemption of redeemable units		
Class A	(15,954,025)	(23,224,827)
Class E	(708,364)	(143,464)
	<u>(16,662,389)</u>	<u>(23,368,291)</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>5,164,034</u>	<u>(1,567,781)</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	23,823,295	(25,985,997)
Class E	1,455,370	10,170,346
	<u>25,278,665</u>	<u>(15,815,651)</u>
<b>Net assets attributable to holders of redeemable units, end of period</b>		
Class A	273,994,318	231,319,619
Class E	13,118,804	10,170,346
	<u>287,113,122</u>	<u>241,489,965</u>

## Educators Balanced Fund

### Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30, 2021 and 2020 (unaudited)

#### Redeemable unit continuity (Note 3)

The following redeemable units were issued for cash, issued on reinvestment of distributions and redeemed during the period ended June 30, 2021 and year ended December 31, 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	12,275,259	12,805,897
Units issued	974,021	1,182,078
Units issued from reinvested distributions	-	442,728
Units redeemed	(753,288)	(2,155,444)
Number of units, end of period	12,495,992	12,275,259

<b>Class E</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	1,063,819	-
Units issued	108,635	1,075,843
Units issued from reinvested distributions	-	43,780
Units redeemed	(62,334)	(55,804)
Number of units, end of period	1,110,120	1,063,819

## Educators Balanced Fund

### Statements of Cash Flows

For the six months ended June 30, 2021 and 2020 (unaudited)

	<b>2021</b>	<b>2020</b>
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 20,114,631	\$ (14,247,870)
Adjustments for:		
Net realized (gain) loss on sale of investments	(6,426,430)	(2,370,977)
Net change in unrealized (appreciation) depreciation in value of investments	(14,043,307)	16,797,992
Purchase of investments	(143,902,070)	(171,784,172)
Proceeds from disposal of investments	139,373,880	173,085,227
(Increase) decrease in interest and dividends receivable	(29,095)	45,424
Increase (decrease) in amounts due to Manager-Trustee	26,954	(29,887)
Cash provided (used) by operating activities	(4,885,437)	1,495,737
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	22,015,437	21,931,212
Redemption of redeemable units	(16,795,376)	(23,435,755)
Distributions paid to holders of redeemable units, net of reinvested distributions	(131)	-
Cash provided by financing activities	5,219,930	(1,504,543)
<b>Increase (decrease) in cash</b>	\$ 334,493	\$ (8,806)
<b>Cash, beginning of period</b>	\$ 34,144	\$ 84,384
<b>Cash, end of period</b>	\$ 368,637	\$ 75,578
<b>Supplemental cash flow information:</b>		
Interest received	\$ 1,006,809	\$ 1,137,485
Dividends received, net of withholding taxes	\$ 1,150,405	\$ 1,355,138

# Educators Balanced Fund

## Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Units or Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>Short-Term Investments</b>						
<b>Treasury Bills</b>						
1,075,000	Canadian Treasury Bill	0.111%	2-Sep-2021	\$ 1,074,708	\$ 1,074,708	
275,000	Canadian Treasury Bill	0.126%	16-Sep-2021	274,921	274,921	
175,000	Canadian Treasury Bill	0.147%	30-Sep-2021	174,936	174,936	
				<u>1,524,565</u>	<u>1,524,565</u>	<u>0.53</u>
<b>Discount Commercial Paper</b>						
1,475,000	Enbridge Gas Distribution Inc.	0.261%	12-Jul-2021	1,474,705	1,474,705	
				<u>1,474,705</u>	<u>1,474,705</u>	<u>0.51</u>
				<u>2,999,270</u>	<u>2,999,270</u>	<u>1.04</u>
<b>Canadian Bonds</b>						
<b>Asset-Backed</b>						
359,000	Canadian Mortgage Pools	1.420%	1-Jun-2022	196,295	200,034	
				<u>196,295</u>	<u>200,034</u>	<u>0.07</u>
<b>Corporate Bonds</b>						
93,000	Aéroports de Montreal	3.030%	21-Apr-2050	95,057	91,739	
391,000	AltaGas Ltd.	2.157%	10-Jun-2025	394,150	397,734	
399,000	AltaGas Ltd.	2.166%	16-Mar-2027	399,000	398,608	
168,000	AltaLink LP	3.717%	3-Dec-2046	178,382	186,550	
547,000	ARC Resources Ltd.	2.354%	10-Mar-2026	547,533	551,340	
1,757,000	Bank of Montreal	2.850%	6-Mar-2024	1,775,616	1,836,302	
497,000	Bank of Montreal	1.758%	10-Mar-2026	497,000	500,175	
845,000	Bank of Montreal	1.551%	28-May-2026	845,000	841,010	
522,000	Bank of Montreal	2.570%	1-Jun-2027	532,320	530,983	
1,085,000	Bank of Nova Scotia	2.380%	1-May-2023	1,107,173	1,114,056	
766,000	Bank of Nova Scotia	3.700%	27-Jul-2081	766,000	767,322	
66,000	Bell Canada Inc.	1.650%	16-Aug-2027	65,995	64,226	
208,000	Bell Canada Inc.	2.200%	29-May-2028	207,744	208,111	
501,000	Bell Canada Inc.	2.500%	14-May-2030	506,339	496,457	
1,570,000	Canadian Imperial Bank of Commerce	3.290%	15-Jan-2024	1,609,840	1,656,060	
1,846,000	Canadian Imperial Bank of Commerce	0.620%	4-Mar-2025	1,846,166	1,847,156	
196,000	Canadian Imperial Bank of Commerce	2.000%	17-Apr-2025	200,733	200,205	
359,000	Canadian Imperial Bank of Commerce	4.375%	28-Oct-2080	359,000	377,539	
41,000	Canadian National Railway Co.	3.600%	31-Jul-2048	50,042	42,123	
284,000	Canadian Natural Resources Ltd.	1.450%	16-Nov-2023	284,357	285,696	
70,000	Cenovus Energy Inc.	3.500%	7-Feb-2028	69,995	73,417	
161,000	CU Inc.	2.609%	28-Sep-2050	161,000	143,966	
198,000	CU Inc.	4.947%	18-Nov-2050	265,219	264,774	
35,000	Enbridge Gas Distribution Inc.	9.850%	2-Dec-2024	52,675	44,746	
221,000	Enbridge Gas Distribution Inc.	7.600%	29-Oct-2026	301,355	284,166	
233,000	Enbridge Gas Distribution Inc.	4.950%	22-Nov-2050	280,960	311,159	
101,000	Enbridge Gas Inc.	6.900%	15-Nov-2032	149,054	142,622	
410,000	Enbridge Gas Inc.	3.650%	1-Apr-2050	426,424	446,583	
346,000	Enbridge Pipelines Inc.	6.350%	17-Nov-2023	417,629	386,697	
112,000	Enbridge Pipelines Inc.	8.200%	15-Feb-2024	145,905	131,081	
107,000	Enbridge Pipelines Inc.	6.050%	12-Feb-2029	134,814	130,398	
155,000	Enbridge Pipelines Inc.	4.200%	12-May-2051	154,947	163,229	
3,000	EPCOR Utilities Inc.	2.899%	19-May-2050	3,041	2,852	
781,000	Federation des Caisses Desjardins du Quebec	1.992%	28-May-2031	781,000	779,963	
294,000	Fortis Inc.	2.180%	15-May-2028	293,847	296,713	
216,000	FortisAlberta Inc.	3.734%	18-Sep-2048	225,689	238,120	
82,000	FortisAlberta Inc.	4.800%	27-Oct-2050	98,782	107,285	
304,000	FortisAlberta Inc.	2.632%	8-Jun-2051	304,000	272,986	
101,000	FortisBC Energy Inc.	5.900%	26-Feb-2035	131,440	134,562	
81,000	FortisBC Energy Inc.	6.000%	2-Oct-2037	107,632	111,852	
67,000	FortisBC Energy Inc.	3.690%	30-Oct-2047	67,007	73,920	
138,000	FortisBC Energy Inc.	2.540%	13-Jul-2050	138,000	123,059	
295,000	Honda Canada Finance Inc.	0.528%	26-Feb-2024	295,000	294,829	
599,000	HSBC Bank Canada	1.782%	20-May-2026	599,000	600,427	
96,000	Hydro One Inc.	3.630%	25-Jun-2049	115,866	104,955	

## Educators Balanced Fund

### Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Units or Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
579,000	Hydro One Inc.	2.710%	28-Feb-2050	549,124	534,426	
81,000	Keyera Corp.	3.959%	29-May-2030	81,000	86,878	
90,000	Lower Mattagami Energy LP	2.433%	14-May-2031	90,000	91,634	
492,000	Manulife Bank of Canada	1.337%	26-Feb-2026	492,000	486,923	
475,000	Manulife Financial Corp.	3.375%	19-Jun-2081	474,719	472,915	
547,000	North West Redwater Partnership	1.200%	1-Dec-2023	546,830	547,620	
109,000	NOVA Gas Transmission Ltd.	6.590%	1-Dec-2027	131,421	133,685	
224,000	Nova Scotia Power Inc.	6.950%	25-Aug-2033	323,072	311,608	
919,000	Pembina Pipeline Corp.	2.990%	22-Jan-2024	926,777	954,975	
182,000	Penske Truck Leasing Canada Inc.	2.850%	7-Dec-2022	187,165	186,510	
465,000	Royal Bank of Canada	2.352%	2-Jul-2024	464,711	480,488	
1,438,000	Royal Bank of Canada	2.609%	1-Nov-2024	1,450,572	1,498,882	
493,000	Royal Bank of Canada	1.936%	1-May-2025	493,000	502,597	
1,327,000	Royal Bank of Canada	1.589%	4-May-2026	1,326,971	1,323,722	
1,065,000	Royal Bank of Canada	2.880%	23-Dec-2029	1,073,861	1,112,030	
578,000	Royal Bank of Canada	1.670%	28-Jan-2033	575,109	559,840	
934,000	Royal Bank of Canada	4.500%	24-Nov-2080	951,450	994,402	
702,000	Royal Bank of Canada	4.000%	24-Feb-2081	705,619	730,303	
520,000	Royal Bank of Canada	3.650%	24-Nov-2081	520,000	520,582	
345,000	Saputo Inc.	2.297%	22-Jun-2028	345,000	345,675	
513,000	Stantec Inc.	2.048%	8-Oct-2027	507,919	505,337	
211,000	Suncor Energy Inc.	5.000%	9-Apr-2030	248,178	248,160	
1,363,000	Toronto-Dominion Bank	1.128%	9-Dec-2025	1,363,703	1,339,203	
1,163,000	Toronto-Dominion Bank	1.888%	8-Mar-2028	1,161,993	1,161,791	
1,550,000	Toronto-Dominion Bank	3.589%	14-Sep-2028	1,608,530	1,631,764	
205,000	Toronto-Dominion Bank	3.224%	25-Jul-2029	221,072	215,945	
1,276,000	Toronto-Dominion Bank	3.105%	22-Apr-2030	1,312,145	1,344,783	
685,000	TransCanada PipeLines Ltd.	8.290%	5-Feb-2026	930,887	861,078	
25,000	TransCanada PipeLines Ltd.	7.310%	15-Jan-2027	32,595	31,065	
190,000	TransCanada PipeLines Ltd.	3.800%	5-Apr-2027	198,913	206,528	
66,000	TransCanada PipeLines Ltd.	7.900%	15-Apr-2027	88,955	84,389	
126,000	TransCanada PipeLines Ltd.	8.210%	25-Apr-2030	176,024	171,608	
47,000	TransCanada PipeLines Ltd.	8.230%	16-Jan-2031	67,069	64,753	
232,000	TransCanada PipeLines Ltd.	8.200%	15-Aug-2031	331,658	319,689	
287,000	TransCanada Trust	4.650%	18-May-2077	286,962	297,924	
95,000	Union Gas Ltd.	4.850%	25-Apr-2022	100,568	98,259	
147,000	Union Gas Ltd.	8.650%	10-Nov-2025	211,279	189,091	
174,000	Union Gas Ltd.	3.590%	22-Nov-2047	173,186	186,881	
325,000	Vancouver Airport Authority	2.800%	21-Sep-2050	325,000	307,437	
41,000	Westcoast Energy Inc.	8.850%	21-Jul-2025	56,417	52,048	
556,000	Westcoast Energy Inc.	7.300%	18-Dec-2026	713,708	697,335	
108,000	Westcoast Energy Inc.	7.150%	20-Mar-2031	141,908	144,890	
388,000	WSP Global Inc.	2.408%	19-Apr-2028	388,000	391,291	
				40,342,798	40,484,697	14.10
<b>Government Bonds</b>						
1,583,000	Canadian Government Bond	0.250%	1-May-2023	1,581,120	1,577,311	
7,130,000	Canadian Government Bond	1.500%	1-Jun-2023	7,309,764	7,273,188	
9,000	Canadian Government Bond	0.250%	1-Mar-2026	8,749	8,704	
96,000	Canadian Government Bond	2.000%	1-Jun-2028	101,140	101,383	
615,000	Canadian Government Bond	0.500%	1-Dec-2030	559,705	567,045	
1,363,000	Canadian Government Bond	2.000%	1-Dec-2051	1,434,763	1,413,165	
371,000	Canadian Government Real Return Bond	7.182%	1-Dec-2021	672,730	643,358	
457,000	City of Montreal	3.000%	1-Sep-2027	476,571	494,365	
627,000	City of Montreal	2.300%	1-Sep-2029	635,473	645,758	
172,000	City of Toronto	3.900%	29-Sep-2023	182,749	184,330	
185,000	City of Toronto	2.650%	9-Nov-2029	201,502	196,001	
622,000	City of Toronto	3.250%	24-Jun-2046	698,732	673,438	
388,000	OMERS Finance Trust	1.550%	21-Apr-2027	387,616	387,159	
492,000	Ontario Teachers' Finance Trust	1.100%	19-Oct-2027	490,647	476,510	
256,000	Province of Alberta	2.350%	1-Jun-2025	272,056	268,337	
1,374,000	Province of Alberta	2.900%	1-Dec-2028	1,434,149	1,485,553	
1,867,000	Province of Alberta	2.050%	1-Jun-2030	1,919,687	1,882,183	
94,000	Province of Alberta	3.900%	1-Dec-2033	105,869	110,364	

## Educators Balanced Fund

### Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Units or Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
1,584,000	Province of Alberta	3.100%	1-Jun-2050	1,773,998	1,701,806	
158,000	Province of Alberta	2.950%	1-Jun-2052	161,465	165,289	
124,000	Province of British Columbia	2.800%	18-Jun-2048	118,689	130,354	
860,000	Province of British Columbia	2.950%	18-Jun-2050	963,700	928,574	
153,000	Province of Manitoba	4.400%	5-Sep-2025	178,813	173,199	
2,071,000	Province of Ontario	2.600%	8-Sep-2023	2,167,153	2,160,410	
220,000	Province of Ontario	4.700%	2-Jun-2037	278,115	288,015	
1,821,000	Province of Ontario	3.500%	2-Jun-2043	2,193,623	2,118,074	
2,575,000	Province of Ontario	3.450%	2-Jun-2045	2,957,155	2,977,560	
714,000	Province of Ontario	1.850%	1-Feb-2027	752,934	731,429	
2,185,000	Province of Ontario	1.050%	8-Sep-2027	2,188,563	2,124,902	
996,000	Province of Ontario	1.350%	2-Dec-2030	953,939	942,759	
2,968,000	Province of Ontario	1.900%	2-Dec-2051	2,634,742	2,514,473	
736,000	Province of Quebec	2.750%	1-Sep-2027	789,434	791,567	
910,000	Province of Quebec	5.000%	1-Dec-2041	1,292,756	1,281,565	
1,602,000	Province of Quebec	3.500%	1-Dec-2045	1,857,927	1,883,153	
346,000	Province of Quebec	3.500%	1-Dec-2048	377,432	409,266	
65,000	Province of Quebec	1.500%	1-Sep-2031	64,901	62,062	
2,408,000	Province of Quebec	3.100%	1-Dec-2051	2,791,039	2,666,536	
100,000	Province of Quebec	2.850%	1-Dec-2053	101,277	105,649	
58,000	Province of Saskatchewan	5.800%	5-Sep-2033	78,358	80,163	
842,000	PSP Capital Inc.	0.900%	15-Jun-2026	841,192	826,624	
118,000	PSP Capital Inc.	1.500%	15-Mar-2028	118,040	117,677	
				44,108,267	43,569,258	15.17
				84,647,360	84,253,989	29.34
<b>Canadian Common Stocks</b>						
<b>Consumer Discretionary</b>						
13,591	Canadian Tire Corp Ltd.			1,643,228	2,666,011	
25,351	Magna International Inc.			1,263,793	2,909,534	
28,440	Restaurant Brands International Inc.			2,112,126	2,271,503	
				5,019,147	7,847,048	2.73
<b>Communication Services</b>						
39,159	Quebecor Inc.			822,512	1,294,597	
72,841	Rogers Communications Inc.			4,027,159	4,800,222	
60,668	TELUS Corp.			1,215,497	1,686,570	
				6,065,168	7,781,389	2.71
<b>Consumer Staples</b>						
72,250	Alimentation Couche-Tard Inc.			2,861,049	3,290,988	
15,118	George Weston Ltd.			1,455,526	1,786,192	
11,789	Loblaw Cos Ltd.			670,941	899,383	
45,707	Metro Inc.			1,961,406	2,716,367	
57,041	Saputo Inc.			2,216,706	2,108,806	
				9,165,628	10,801,736	3.76
<b>Energy</b>						
38,470	Cameco Corp.			585,476	914,047	
83,296	Suncor Energy Inc.			2,919,107	2,473,058	
63,150	TC Energy Corp.			3,486,297	3,873,621	
				6,990,880	7,260,726	2.53
<b>Financials</b>						
15,990	Bank of Montreal			1,526,250	2,031,689	
6,785	Bank of Nova Scotia			414,395	547,007	
68,446	Brookfield Asset Management Inc.			2,331,146	4,328,525	
472	Brookfield Asset Management Reinsurance Partners Ltd.			17,374	30,916	
57,098	Great-West Lifeco Inc.			1,779,589	2,102,348	
93,424	Manulife Financial Corp.			2,208,042	2,279,546	
23,822	Onex Corp.			1,719,601	2,144,218	
39,151	Royal Bank of Canada			3,091,639	4,916,974	
53,031	Sun Life Financial Inc.			2,604,943	3,389,742	
91,030	Toronto-Dominion Bank			4,898,832	7,907,776	

# Educators Balanced Fund

## Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Units or Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
				20,591,811	29,678,741	10.35
	<b>Industrials</b>					
43,220	CAE Inc.			991,663	1,650,140	
29,244	Canadian National Railway Co.			3,106,338	3,824,823	
15,350	Canadian Pacific Railway Ltd.			793,918	1,463,162	
41,376	Finning International Inc.			981,849	1,342,651	
6,742	Thomson Reuters Corp.			182,987	830,142	
				6,056,755	9,110,918	3.17
	<b>Information Technology</b>					
44,281	Open Text Corp.			1,913,680	2,787,489	
				1,913,680	2,787,489	0.97
	<b>Materials</b>					
36,670	CCL Industries Inc.			1,629,613	2,503,461	
4,359	Franco-Nevada Corp.			509,063	784,141	
29,667	Nutrien Ltd.			1,756,936	2,228,288	
30,643	Teck Resources Ltd.			608,180	874,858	
				4,503,792	6,390,748	2.23
	<b>Utilities</b>					
30,810	Fortis Inc.			1,688,628	1,690,545	
43,580	Hydro One Ltd.			1,066,913	1,305,657	
				2,755,541	2,996,202	1.04
				63,062,402	84,654,997	29.49
	<b>Foreign Bonds</b>					
	<b>Jersey</b>					
877,000	Heathrow Funding Ltd.	2.694%	13-Oct-2027	878,051	892,794	
95,000	Heathrow Funding Ltd.	3.661%	13-Jan-2031	94,989	100,785	
				973,040	993,579	0.35
	<b>United Kingdom</b>					
921,000	National Grid Electricity Transmission PLC	2.301%	22-Jun-2029	921,000	920,022	
				921,000	920,022	0.32
	<b>United States</b>					
617,000	Bank of America Corp.	1.978%	15-Sep-2027	616,975	616,093	
711,000	Goldman Sachs Group Inc.	0.805%	29-Apr-2025	711,000	712,805	
432,000	JPMorgan Chase & Co.	1.896%	5-Mar-2028	432,000	430,684	
510,000	Morgan Stanley	0.769%	21-Mar-2025	510,000	510,620	
678,000	Verizon Communications Inc.	2.375%	22-Mar-2028	677,465	686,687	
978,000	Verizon Communications Inc.	2.500%	16-May-2030	987,665	977,126	
				3,935,105	3,934,015	1.37
				5,829,145	5,847,616	2.04
	<b>Canadian Mutual Funds</b>					
2,842,758	Beutel Goodman American Equity Fund, Class I			43,785,800	57,251,716	
7,290,012	Beutel Goodman International Equity Fund, Class I			40,000,986	51,522,158	
				83,786,786	108,773,874	37.89
	<b>Total Investments</b>			\$ 240,324,963	\$ 286,529,746	99.80
	<b>Transaction Costs</b>			(43,363)		
	<b>Net Investments</b>			\$ 240,281,600	\$ 286,529,746	99.80
	<b>Other Assets Less Liabilities</b>				583,376	0.20
	<b>Net Assets Attributable to Holders of Redeemable Units</b>				\$ 287,113,122	100.00

# Educators Balanced Fund

## Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Units or Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
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### Summary of Investment Portfolio

The fair value percentages of Net Assets Attributable to Holders of Redeemable Units by major portfolio category are shown in the following table:

Sector	As a % of Fund's Net Assets attributable to holders of redeemable units	
	2021	2020
Canadian Mutual Funds	37.89%	37.97%
Government Bonds	15.17%	16.25%
Corporate Bonds	16.14%	14.25%
Financials	10.35%	11.07%
Consumer Discretionary	2.73%	3.30%
Industrials	3.17%	3.84%
Communication Services	2.71%	3.62%
Consumer Staples	3.76%	2.80%
Energy	2.53%	1.62%
Materials	2.23%	3.04%
Asset-Backed Securities	0.07%	0.20%
Short-term investments	1.04%	0.59%
Information Technology	0.97%	0.89%
Utilities	1.04%	0.44%
Net Other Assets	0.20%	0.12%
	<b>100.00%</b>	<b>100.00%</b>



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**Educators Monthly Income Fund****Statements of Financial Position***As at June 30, 2021 (unaudited) and December 31, 2020 (audited)*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 141,735	\$ 413,844
Interest and dividends receivable	151,933	177,014
Subscriptions receivable	3,648	-
Investments	<u>55,710,584</u>	<u>52,713,464</u>
<b>Total assets</b>	<b>\$ <u>56,007,900</u></b>	<b>\$ <u>53,304,322</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Due to brokers	18,392	-
Redemptions payable	-	31,075
Distributions payable	15,209	-
Amounts due to Manager-Trustee (Note 6)	<u>59,288</u>	<u>58,516</u>
<b>Total liabilities</b>	<b><u>92,889</u></b>	<b><u>89,591</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>55,915,011</u></b>	<b>\$ <u>53,214,731</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	<u>55,915,011</u>	<u>53,214,731</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	<u>5,674,807</u>	<u>5,721,925</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	<u>9.85</u>	<u>9.30</u>

On behalf of the Manager-Trustee: Educators Financial Group Inc.

*Signed:* Chuck Hamilton, CEO

*Signed:* Stuart Mulcahy, CFO

## Educators Monthly Income Fund

### Statements of Comprehensive Income

For the six months ended June 30, 2021 and 2020 (unaudited)

	2021	2020
<b>Income</b>		
Interest for distribution purposes	\$ 159,527	\$ 209,623
Dividends	604,938	638,170
Securities lending (Note 5)	1,523	1,844
Other changes in fair value of investments:		
Net realized gain (loss)	434,775	(981,202)
Net change in unrealized appreciation (depreciation)	3,913,027	(3,144,670)
<b>Total income</b>	<b>5,113,790</b>	<b>(3,276,235)</b>
<b>Expenses</b>		
Management fees (Note 6)	303,712	309,447
Independent review committee fees	1,899	1,038
Transaction costs	3,211	9,428
Withholding taxes	20,355	7,767
Harmonised sales tax	39,269	40,166
<b>Total expenses</b>	<b>368,446</b>	<b>367,846</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 4,745,344</b>	<b>\$ (3,644,081)</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 4,745,344	\$ (3,644,081)
<b>Weighted average redeemable units outstanding during the period</b>		
Class A	5,571,206	5,937,125
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 0.85	\$ (0.61)

# **Educators Monthly Income Fund**

## **Statements of Changes in Net Assets Attributable to Holders of Redeemable Units**

*Years ended December 31*

	2021	2020
<b>Net assets attributable to holders of redeemable units, beginning of period</b>		
Class A	\$ 53,214,731	\$ 59,410,844
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	4,745,344	(3,644,081)
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(1,670,612)	(1,769,181)
<b>Total distributions to holders of redeemable units</b>	(1,670,612)	(1,769,181)
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	4,191,048	2,320,306
Redemption of redeemable units		
Class A	(6,148,943)	(6,133,491)
Reinvestments of distributions to holders of redeemable units		
Class A	1,583,443	1,682,934
<b>Net increase (decrease) from redeemable unit transactions</b>	(374,452)	(2,130,251)
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	2,700,280	(7,543,513)
<b>Net assets attributable to holders of redeemable units, end of period</b>		
Class A	55,915,011	51,867,331

## Educators Monthly Income Fund

### Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30, 2021 and 2020 (unaudited)

#### Redeemable unit continuity (Note 3)

The following redeemable units were issued for cash, issued on reinvestment of distributions and redeemed during the period ended June 30, 2021 and year ended December 31, 2020.

Class A	2021	2020
Number of units, beginning of period	5,721,925	6,101,290
Units issued	433,736	579,031
Units issued from reinvested distributions	166,826	365,456
Units redeemed	(647,680)	(1,323,852)
Number of units, end of period	5,674,807	5,721,925

## Educators Monthly Income Fund

### Statements of Cash Flows

For the six months ended June 30, 2021 and 2020 (unaudited)

	2021	2020
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 4,745,344	\$ (3,644,081)
Adjustments for:		
Net realized (gain) loss on sale of investments	(434,775)	981,202
Net change in unrealized (appreciation) depreciation in value of investments	(3,913,027)	3,144,670
Purchase of investments	(10,495,570)	(23,268,394)
Proceeds from disposal of investments	11,864,644	25,501,909
(Increase) decrease in interest and dividends receivable	25,081	66,639
Increase (decrease) in amounts due to Manager-Trustee	772	(9,099)
Cash provided (used) by operating activities	1,792,469	2,772,846
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	4,187,400	2,314,976
Redemption of redeemable units	(6,180,018)	(6,144,140)
Distributions paid to holders of redeemable units, net of reinvested distributions	(71,960)	(72,643)
Cash provided by financing activities	(2,064,578)	(3,901,807)
<b>Increase (decrease) in cash</b>	\$ (272,109)	\$ (1,128,961)
<b>Cash, beginning of period</b>	\$ 413,844	\$ 81,991
<b>Cash (Bank overdraft), end of period</b>	\$ 141,735	\$ (1,046,970)
<b>Supplemental cash flow information:</b>		
Interest received	\$ 159,050	\$ 215,224
Dividends received, net of withholding taxes	\$ 610,141	\$ 691,492

## Educators Monthly Income Fund

### Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Units or Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>Short-Term Investments</b>						
<b>Treasury Bills</b>						
150,000	Canadian Treasury Bill	0.094%	5-Aug-2021	\$ 149,960	\$ 149,960	
600,000	Canadian Treasury Bill	0.111%	2-Sep-2021	599,838	599,838	
650,000	Canadian Treasury Bill	0.126%	16-Sep-2021	649,812	649,812	
				1,399,610	1,399,610	2.50
				1,399,610	1,399,610	2.50
<b>Canadian Bonds</b>						
<b>Asset-Backed</b>						
15,000	Institutional Mortgage Securities Canada Inc	4.619%	12-Jan-2023	14,594	15,093	
27,000	Institutional Mortgage Securities Canada Inc	4.240%	12-Oct-2023	26,998	27,858	
110,000	Institutional Mortgage Securities Canada Inc	4.186%	12-May-2024	109,995	113,718	
48,000	Institutional Mortgage Securities Canada Inc	4.192%	12-Jul-2045	47,997	49,061	
80,000	MCAP CMBS Issuer Corp.	3.600%	12-Apr-2054	57,647	59,453	
235,000	MCAP RMBS Issuer Corp Mortgage Pass-Through Certificates	2.750%	15-May-2023	109,111	112,540	
70,000	Real Estate Asset Liquidity Trust	3.451%	12-May-2025	69,995	72,520	
73,000	Real Estate Asset Liquidity Trust	3.658%	12-Jul-2025	68,670	71,533	
200,000	Real Estate Asset Liquidity Trust	3.179%	12-Jan-2026	198,076	210,600	
130,000	Real Estate Asset Liquidity Trust	3.400%	12-Oct-2049	120,779	131,838	
				823,862	864,214	1.55
<b>Corporate Bonds</b>						
116,000	407 International Inc.	3.670%	8-Mar-2049	135,752	126,640	
240,000	AIMCo Realty Investors LP	2.712%	1-Jun-2029	240,896	249,448	
112,000	Bank of Nova Scotia	3.700%	27-Jul-2081	112,000	112,193	
125,000	BCI QuadReal Realty	1.747%	24-Jul-2030	125,000	120,093	
150,000	Canadian Credit Card Trust II	3.553%	24-May-2023	150,000	154,758	
225,000	Canadian Western Bank	1.926%	16-Apr-2026	226,874	225,718	
80,000	Capital Power Corp.	4.986%	23-Jan-2026	86,455	90,067	
100,000	Capital Power Corp.	4.424%	8-Feb-2030	99,982	111,884	
155,000	CARDS II Trust	3.127%	15-Nov-2024	155,000	161,502	
200,000	CARDS II Trust	3.877%	15-Nov-2024	200,000	207,372	
308,000	Chip Mortgage Trust	1.738%	15-Dec-2025	308,000	305,947	
154,000	Co-operators Financial Services Ltd.	3.327%	13-May-2030	153,172	152,159	
125,000	Eagle Credit Card Trust	3.562%	17-Jul-2023	125,000	130,428	
340,000	Eagle Credit Card Trust	2.750%	17-Jul-2024	340,000	350,165	
150,000	Enbridge Gas Inc.	3.650%	1-Apr-2050	149,675	163,384	
151,000	ENMAX Corp.	3.836%	5-Jun-2028	151,807	163,150	
75,000	Equitable Bank	1.876%	26-Nov-2025	75,000	74,190	
354,000	Federation des Caisses Desjardins du Quebec	1.992%	28-May-2031	354,000	353,530	
130,000	FortisBC Energy Inc.	6.000%	2-Oct-2037	175,933	179,515	
80,000	Glacier Credit Card Trust	3.298%	20-Sep-2022	80,000	81,914	
212,000	Glacier Credit Card Trust	3.430%	6-Jun-2024	212,000	221,089	
235,000	Glacier Credit Card Trust	2.438%	22-Sep-2025	235,000	236,800	
134,000	H&R Real Estate Investment Trust	2.633%	19-Feb-2027	134,000	132,779	
100,000	HSBC Bank Canada	1.782%	20-May-2026	100,000	100,238	
156,000	Hyundai Capital Canada Inc.	2.008%	12-May-2026	156,000	156,437	
110,000	Independent Order Of Foresters	2.885%	15-Oct-2035	110,000	110,747	
100,000	Intact Financial Corp.	3.765%	20-May-2053	100,000	107,656	
104,000	Intact Financial Corp.	4.125%	31-Mar-2081	104,000	106,109	
134,000	Liberty Utilities Canada LP	3.315%	14-Feb-2050	134,000	127,004	
150,000	Master Credit Card Trust II	2.364%	21-Jan-2022	146,563	151,592	
430,000	Master Credit Card Trust II	3.056%	21-Jan-2022	416,740	434,167	
154,000	MCAP Commercial LP	3.743%	25-Aug-2025	154,000	160,476	
175,000	Metropolitan Life Global Funding	3.394%	9-Apr-2030	188,414	189,170	
147,000	NAV Canada	2.924%	29-Sep-2051	147,000	145,350	
199,000	Pembina Pipeline Corp.	3.620%	3-Apr-2029	217,274	212,968	
150,000	Reliance LP	2.680%	1-Dec-2027	149,973	152,308	
120,000	Royal Bank of Canada	4.500%	24-Nov-2080	120,000	127,760	
101,000	Royal Bank of Canada	4.000%	24-Feb-2081	101,000	105,072	
111,000	Shaw Communications Inc.	6.750%	9-Nov-2039	150,258	149,559	
200,000	Sienna Senior Living Inc.	3.450%	27-Feb-2026	199,976	209,132	
310,000	Transcanada Trust	4.650%	18-May-2077	309,732	321,800	
325,000	WTH Car Rental ULC	2.781%	20-Jul-2024	325,000	336,141	
				7,355,476	7,508,411	13.43
<b>Government Bonds</b>						
488,000	Canadian Government Bond	0.500%	1-Dec-2030	445,487	449,948	
67,000	Canadian Government Bond	5.750%	1-Jun-2033	108,741	97,624	
474,000	Canadian Government Bond	2.750%	1-Dec-2048	588,480	568,921	
980,000	Canadian Government Bond	2.000%	1-Dec-2051	1,047,211	1,016,069	
86,250	Province of Alberta	3.100%	1-Jun-2050	99,420	92,665	
117,000	Province of Manitoba	3.400%	5-Sep-2048	137,241	134,309	

## Educators Monthly Income Fund Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Units or Shares or Par Value Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
			2,426,580	2,359,536	4.21
			10,605,918	10,732,161	19.19
<b>Canadian Common Stocks</b>					
<b>Communication Services</b>					
24,575 Quebecor Inc.			867,404	812,450	
20,821 Rogers Communications Inc.			1,297,191	1,372,104	
70,850 TELUS Corp.			1,685,735	1,969,630	
			3,850,330	4,154,184	7.42
<b>Consumer Discretionary</b>					
11,330 Restaurant Brands International Inc.			1,050,738	904,927	
			1,050,738	904,927	1.62
<b>Consumer Staples</b>					
15,942 Alimentation Couche-Tard Inc.			656,450	726,158	
23,845 Metro Inc./CN			1,307,266	1,417,108	
			1,963,716	2,143,266	3.83
<b>Energy</b>					
34,413 Pembina Pipeline Corp.			1,492,483	1,355,528	
19,029 TC Energy Corp.			1,223,626	1,167,239	
			2,716,109	2,522,767	4.50
<b>Financials</b>					
18,904 Bank of Montreal			1,619,038	2,401,942	
14,650 Brookfield Asset Management Inc.			659,023	926,466	
101 Brookfield Asset Management Reinsurance Partners Ltd.			4,912	6,616	
6,202 Intact Financial Corp.			822,852	1,044,479	
27,334 National Bank of Canada			1,661,440	2,535,775	
31,912 Power Corp of Canada			1,094,901	1,250,312	
22,558 Royal Bank of Canada			1,711,721	2,833,059	
5,718 TMX Group Ltd.			662,318	748,715	
32,802 Toronto-Dominion Bank			1,757,972	2,849,511	
			9,994,177	14,596,875	26.11
<b>Industrials</b>					
8,398 Canadian National Railway Co.			748,422	1,098,374	
9,925 Canadian Pacific Railway Ltd.			680,627	946,051	
40,532 Finning International Inc.			900,316	1,315,263	
8,120 Thomson Reuters Corp.			757,411	999,816	
			3,086,776	4,359,504	7.80
<b>Information Technology</b>					
612 Constellation Software Inc.			795,912	1,148,975	
1,128 Topicus.com Inc.			-	101,576	
			795,912	1,250,551	2.24
<b>Utilities</b>					
42,116 Canadian Utilities Ltd.			1,607,332	1,448,790	
			1,607,332	1,448,790	2.59
			25,065,090	31,380,864	56.11
<b>Foreign Common Stocks</b>					
<b>Finland</b>					
<b>Industrials</b>					
6,071 Kone OYJ			692,623	613,367	
			692,623	613,367	1.10
<b>Ireland</b>					
<b>Information Technology</b>					
2,603 Accenture PLC			675,069	950,194	
			675,069	950,194	1.70
<b>United Kingdom</b>					
<b>Consumer Staples</b>					
15,340 Unilever PLC			1,187,554	1,111,236	
			1,187,554	1,111,236	1.99

## Educators Monthly Income Fund Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Units or Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>Switzerland</b>						
<b>Consumer Staples</b>						
4,332	Nestle SA			690,384	668,658	
				690,384	668,658	1.20
<b>United States</b>						
<b>Consumer Staples</b>						
1,951	Costco Wholesale Corp.			574,038	955,907	
7,518	PepsiCo Inc.			1,327,426	1,379,392	
				1,901,464	2,335,299	4.18
<b>Financials</b>						
3,671	CME Group Inc.			835,967	966,799	
2,148	FactSet Research Systems Inc.			787,707	892,677	
				1,623,674	1,859,476	3.33
<b>Information Technology</b>						
3,337	Mastercard Inc.			1,234,657	1,508,625	
				1,234,657	1,508,625	2.70
				4,759,795	5,703,400	10.21
				8,005,425	9,046,855	16.20
<b>Foreign Bonds</b>						
<b>Australia</b>						
220,000	National Australia Bank Ltd.	3.515%	12-Jun-2030	220,000	231,061	
				220,000	231,061	0.41
<b>United States</b>						
145,000	Athene Global Funding	2.470%	9-Jun-2028	145,000	145,295	
88,000	New York Life Global Funding	2.000%	17-Apr-2028	87,794	88,492	
				232,794	233,787	0.42
				452,794	464,848	0.83
<b>Canadian Mutual Funds</b>						
255,436	IMAXX Short Term Bond Fund, Class O			2,573,480	2,686,246	
				2,573,480	2,686,246	4.80
<b>Total Investments</b>				\$ 48,102,317	\$ 55,710,584	99.63
<b>Transaction Costs</b>				(8,872)		
<b>Net Investments</b>				\$ 48,093,445	\$ 55,710,584	99.63
<b>Other Assets Less Liabilities</b>					204,427	0.37
<b>Net Assets Attributable to Holders of Redeemable Units</b>					\$ 55,915,011	100.00

### Summary of Investment Portfolio

The fair value percentages of Net Assets Attributable to Holders of Redeemable Units by major portfolio category are shown in the following table:

Sector	As a % of Fund's Net Assets attributable to holders of redeemable unit:	
	2021	2020
Financials	29.44%	27.06%
Energy	4.50%	4.08%
Corporate Bonds	14.26%	15.39%
Industrials	8.90%	9.17%
Government Bonds	4.21%	3.91%
Information Technology	6.64%	6.71%
Consumer Discretionary	1.62%	1.78%
Utilities	2.59%	2.64%
Short-term investments	2.50%	-
Communication Services	7.42%	8.07%
Asset-Backed Securities	1.55%	1.70%
Consumer Staples	11.20%	13.50%
Mutual funds	4.80%	5.05%
Net Other Assets (Liabilities)	0.37%	0.94%
	<b>100.00%</b>	<b>100.00%</b>

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**Educators Dividend Fund****Statements of Financial Position***As at June 30, 2021 (unaudited) and December 31, 2020 (audited)*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ -	\$ 24,975
Interest and dividends receivable	252,425	217,344
Subscriptions receivable	183,464	188,069
Forward contracts (Note 10)	9,492	674,663
Investments	182,388,979	153,698,457
<b>Total assets</b>	<b>\$ 182,834,360</b>	<b>\$ 154,803,508</b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Bank overdraft	15,050	-
Redemptions payable	102,578	132,152
Distributions payable	6,955	103
Amounts due to Manager-Trustee (Note 6)	250,658	223,069
Forward contracts (Note 10)	997,492	19,691
<b>Total liabilities</b>	<b>1,372,733</b>	<b>375,015</b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ 181,461,627</b>	<b>\$ 154,428,493</b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	170,594,770	146,102,553
Class I	10,866,857	8,325,940
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	4,591,707	4,458,520
Class I	837,252	727,804
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	37.15	32.77
Class I	12.98	11.44

On behalf of the Manager-Trustee: Educators Financial Group Inc.

*Signed: Chuck Hamilton, CEO*

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*Signed: Stuart Mulcahy, CFO*

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# Educators Dividend Fund

## Statements of Comprehensive Income

For the six months ended June 30, 2021 and 2020 (unaudited)

	2021	2020
<b>Income</b>		
Interest for distribution purposes	\$ 48,472	\$ 84,797
Dividends	2,196,248	2,238,796
Securities lending (Note 5)	7,163	5,420
Other changes in fair value of investments:		
Net realized gain (loss)	-	526,628
Net realized gain (loss) on forward contracts	2,654,599	(1,148,661)
Net change in unrealized appreciation (depreciation) on forward contracts	(1,642,972)	(401,433)
Net change in unrealized appreciation (depreciation)	19,900,896	(18,764,979)
<b>Total income</b>	<b>23,164,406</b>	<b>(17,459,432)</b>
<b>Expenses</b>		
Management fees (Note 6)	1,261,390	1,104,155
Independent review committee fees	5,439	2,715
Transaction costs	4,919	20,886
Withholding taxes	40,286	35,268
Harmonised sales tax	163,476	142,988
<b>Total expenses</b>	<b>1,475,510</b>	<b>1,306,012</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 21,688,896</b>	<b>\$ (18,765,444)</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 20,376,986	\$ (18,102,553)
Class I	\$ 1,311,910	\$ (662,891)
<b>Weighted average redeemable units outstanding during the period</b>		
Class A	4,519,865	4,613,966
Class I	780,115	594,526
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 4.51	\$ (3.92)
Class I	\$ 1.68	\$ (1.11)

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**Educators Dividend Fund****Statements of Changes in Net Assets Attributable to Holders of Redeemable Units***For the six months ended June 30, 2021 and 2020 (unaudited)*

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	2021	2020
<b>Net assets attributable to holders of redeemable units, beginning of period</b>		
Class A	\$ 146,102,553	\$ 151,108,799
Class I	<u>8,325,940</u>	<u>6,068,675</u>
	<u>154,428,493</u>	<u>157,177,474</u>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	20,376,986	(18,102,553)
Class I	<u>1,311,910</u>	<u>(662,891)</u>
	<u>21,688,896</u>	<u>(18,765,444)</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(568,807)	(910,600)
Class I	<u>(125,371)</u>	<u>(108,414)</u>
	<u>(694,178)</u>	<u>(1,019,014)</u>
<b>Total distributions to holders of redeemable units</b>	<u>(694,178)</u>	<u>(1,019,014)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	13,795,640	9,569,434
Class I	<u>1,760,235</u>	<u>1,655,777</u>
	<u>15,555,875</u>	<u>11,225,211</u>
Redemption of redeemable units		
Class A	(9,673,453)	(10,499,277)
Class I	<u>(531,228)</u>	<u>(503,738)</u>
	<u>(10,204,681)</u>	<u>(11,003,015)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	561,851	902,406
Class I	<u>125,371</u>	<u>108,458</u>
	<u>687,222</u>	<u>1,010,864</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>6,038,416</u>	<u>1,233,060</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	24,492,217	(19,040,590)
Class I	<u>2,540,917</u>	<u>489,192</u>
	<u>27,033,134</u>	<u>(18,551,398)</u>
<b>Net assets attributable to holders of redeemable units, end of period</b>		
Class A	170,594,770	132,068,209
Class I	<u>10,866,857</u>	<u>6,557,867</u>
	<u>181,461,627</u>	<u>138,626,076</u>

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**Educators Dividend Fund****Statements of Changes in Net Assets Attributable to Holders of Redeemable Units** (continued)*For the six months ended June 30, 2021 and 2020 (unaudited)*

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**Redeemable unit continuity** (Note 3)

The following redeemable units were issued for cash, issued on reinvestment of distributions and redeemed during the period ended June 30, 2021 and year ended December 31, 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	<b>4,458,520</b>	4,621,623
Units issued	<b>393,370</b>	544,545
Units issued from reinvested distributions	<b>15,119</b>	42,802
Units redeemed	<b>(275,302)</b>	(750,450)
Number of units, end of period	<b>4,591,707</b>	4,458,520

<b>Class I</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	<b>727,804</b>	531,550
Units issued	<b>141,820</b>	253,492
Units issued from reinvested distributions	<b>9,657</b>	18,873
Units redeemed	<b>(42,029)</b>	(76,111)
Number of units, end of period	<b>837,252</b>	727,804

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**Educators Dividend Fund****Statements of Cash Flows***For the six months ended June 30, 2021 and 2020 (unaudited)*

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	<b>2021</b>	<b>2020</b>
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	<b>\$ 21,688,896</b>	\$ (18,765,444)
Adjustments for:		
Net realized (gain) loss on sale of investments	-	(526,628)
Net change in unrealized (appreciation) depreciation in value of investments	<b>(19,900,896)</b>	18,764,979
Net change in unrealized (appreciation) depreciation on forward contracts	<b>1,642,972</b>	401,433
Purchase of investments	<b>(95,792,582)</b>	(144,134,949)
Proceeds from disposal of investments	<b>87,002,956</b>	143,900,664
(Increase) decrease in interest and dividends receivable	<b>(35,081)</b>	(626)
Increase (decrease) in amounts due to Manager-Trustee	<b>27,589</b>	(28,955)
Cash provided (used) by operating activities	<b>(5,366,146)</b>	(389,526)
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	<b>15,560,480</b>	11,450,696
Redemption of redeemable units	<b>(10,234,255)</b>	(11,006,393)
Distributions paid to holders of redeemable units, net of reinvested distributions	<b>(104)</b>	-
Cash (used) provided by financing activities	<b>5,326,121</b>	444,303
<b>Increase (decrease) in cash</b>	<b>\$ (40,025)</b>	\$ 54,777
<b>Cash, beginning of period</b>	<b>\$ 24,975</b>	\$ 256,263
<b>(Bank overdraft) cash, end of period</b>	<b>\$ (15,050)</b>	\$ 311,040
<b>Supplemental cash flow information:</b>		
Interest received	<b>\$ 48,156</b>	\$ 92,730
Dividends received, net of withholding taxes	<b>\$ 2,121,350</b>	\$ 2,195,033

## Educators Dividend Fund

### Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Units or Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>Short-Term Investments</b>						
<b>Treasury Bills</b>						
100,000	Canadian Treasury Bill	0.126%	22-Jul-2021	\$ 99,979	\$ 99,979	
1,000,000	Canadian Treasury Bill	0.094%	5-Aug-2021	999,743	999,743	
200,000	Canadian Treasury Bill	0.090%	19-Aug-2021	199,952	199,952	
1,550,000	Canadian Treasury Bill	0.111%	2-Sep-2021	1,549,575	1,549,575	
550,000	Canadian Treasury Bill	0.126%	16-Sep-2021	549,841	549,841	
650,000	Canadian Treasury Bill	0.147%	30-Sep-2021	649,755	649,755	
				4,048,845	4,048,845	2.23
				4,048,845	4,048,845	2.23
<b>Canadian Common Stocks</b>						
<b>Communication Services</b>						
76,100	Rogers Communications Inc.			4,232,843	5,014,990	
				4,232,843	5,014,990	2.76
<b>Consumer Discretionary</b>						
44,600	Dollarama Inc.			662,069	2,530,604	
				662,069	2,530,604	1.39
<b>Consumer Staples</b>						
33,200	Metro Inc.			1,455,265	1,973,076	
				1,455,265	1,973,076	1.09
<b>Energy</b>						
110,700	Enbridge Inc.			4,247,590	5,494,041	
82,200	Pembina Pipeline Corp.			3,080,163	3,237,858	
75,300	TC Energy Corp.			3,738,221	4,618,902	
				11,065,974	13,350,801	7.36
<b>Financials</b>						
51,000	Bank of Montreal			4,937,331	6,480,060	
128,500	Bank of Nova Scotia			7,443,945	10,359,670	
158,975	Brookfield Asset Management Inc.			3,700,191	10,053,579	
1,096	Brookfield Asset Management Reinsurance Partners Ltd.			27,577	71,788	
30,300	Intact Financial Corp.			1,803,904	5,102,823	
190,684	Manulife Financial Corp.			4,217,729	4,652,690	
112,900	Royal Bank of Canada			7,991,878	14,179,109	
146,500	Toronto-Dominion Bank			5,212,855	12,726,455	
				35,335,410	63,626,174	35.06
<b>Industrials</b>						
51,500	Canadian National Railway Co.			2,295,788	6,735,685	
66,600	LifeWorks Inc.			1,542,959	2,225,772	
18,700	Thomson Reuters Corp.			2,117,470	2,302,531	
29,789	Waste Connections Inc.			1,008,280	4,411,677	
22,700	WSP Global Inc.			1,348,498	3,284,690	
				8,312,995	18,960,355	10.45
<b>Materials</b>						
34,800	CCL Industries Inc.			2,168,642	2,375,796	
				2,168,642	2,375,796	1.31
<b>Real Estate</b>						
61,100	Allied Properties REIT			1,992,111	2,752,555	
56,100	Canadian Apartment Properties REIT			2,906,315	3,260,532	
164,000	Killam Apartment REIT			2,945,061	3,324,280	
216,500	Tricon Capital Group Inc.			2,185,529	3,087,290	
				10,029,016	12,424,657	6.86

# Educators Dividend Fund

## Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Units or Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>Utilities</b>						
239,700	Algonquin Power & Utilities Corp.			3,362,077	4,427,259	
39,800	Fortis Inc.			1,327,621	2,183,826	
92,700	Northland Power Inc.			2,563,533	3,920,283	
				7,253,231	10,531,368	5.80
				80,515,445	130,787,821	72.08
<b>Foreign Common Stocks</b>						
<b>Bermuda</b>						
<b>Utilities</b>						
99,000	Brookfield Infrastructure Partners LP			3,188,152	6,813,180	
				3,188,152	6,813,180	3.75
				3,188,152	6,813,180	3.75
<b>United States</b>						
<b>Communication Services</b>						
10,200	Walt Disney Co.			1,382,615	2,220,088	
				1,382,615	2,220,088	1.22
<b>Consumer Discretionary</b>						
36,800	TJX Cos Inc.			1,626,325	3,072,287	
				1,626,325	3,072,287	1.69
<b>Consumer Staples</b>						
7,100	Constellation Brands Inc.			1,900,529	2,056,341	
				1,900,529	2,056,341	1.13
<b>Financials</b>						
23,500	JPMorgan Chase & Co.			1,411,226	4,526,215	
6,300	S&P Global Inc.			1,615,690	3,202,035	
				3,026,916	7,728,250	4.26
<b>Health Care</b>						
7,700	Becton Dickinson and Co.			2,198,672	2,318,791	
				2,198,672	2,318,791	1.28
<b>Information Technology</b>						
21,700	Microsoft Corp.			646,671	7,279,372	
9,900	Motorola Solutions Inc.			2,049,487	2,658,397	
17,200	Texas Instruments Inc.			2,215,303	4,095,745	
15,300	Visa Inc.			933,872	4,429,945	
				5,845,333	18,463,459	10.18
<b>Materials</b>						
7,300	Air Products and Chemicals Inc.			2,691,231	2,600,505	
				2,691,231	2,600,505	1.43
<b>Utilities</b>						
15,400	Prologis Inc.			1,905,038	2,279,412	
				1,905,038	2,279,412	1.26
				20,576,659	40,739,133	22.45
<b>Total Investments</b>				\$ 108,329,101	\$ 182,388,979	100.51
<b>Transaction Costs</b>				(78,920)		
<b>Net Investments</b>				\$ 108,250,181	\$ 182,388,979	100.51
<b>Other Liabilities Less Assets</b>					(927,352)	(0.51)
<b>Net Assets Attributable to Holders of Redeemable Units</b>					\$ 181,461,627	100.00

## Educators Dividend Fund

### Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Units or Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
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#### Summary of Investment Portfolio

The fair value percentages of Net Assets Attributable to Holders of Redeemable Units by major portfolio category are shown in the following table:

As a % of Fund's Net Assets attributable to holders of redeemable units		
Sector	2021	2020
Financials	39.32%	37.35%
Energy	7.36%	6.68%
Information Technology	10.18%	10.47%
Industrials	10.45%	10.19%
Consumer Staples	2.22%	2.50%
Utilities	10.81%	11.74%
Consumer Discretionary	4.51%	4.40%
Materials	1.31%	1.30%
Short-term investments	2.23%	2.78%
Real Estate	6.86%	6.55%
Communication Services	3.98%	3.98%
Health Care	1.28%	1.59%
Net Other Assets	-0.51%	0.47%
	<b>100.00%</b>	<b>100.00%</b>

# Educators Growth Fund

## Statements of Financial Position

As at June 30, 2021 (unaudited) and December 31, 2020 (audited)

	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 236,038	\$ 7,660
Interest and dividends receivable	311,984	283,819
Subscriptions receivable	32,447	53,152
Investments	<u>105,983,550</u>	<u>95,141,798</u>
<b>Total assets</b>	<b>\$ <u>106,564,019</u></b>	<b>\$ <u>95,486,429</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Due to brokers	-	550,000
Redemptions payable	14,312	35,835
Distributions payable	2,062	-
Amounts due to Manager-Trustee (Note 6)	<u>136,998</u>	<u>128,971</u>
<b>Total liabilities</b>	<b><u>153,372</u></b>	<b><u>714,806</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>106,410,647</u></b>	<b>\$ <u>94,771,623</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	84,826,143	76,661,433
Class I	<u>21,584,504</u>	<u>18,110,190</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	3,435,954	3,188,777
Class I	<u>2,051,178</u>	<u>1,778,907</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	24.69	24.04
Class I	<u>10.52</u>	<u>10.18</u>

On behalf of the Manager-Trustee: Educators Financial Group Inc.

Signed: Chuck Hamilton, CEO

Signed: Stuart Mulcahy, CFO

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**Educators Growth Fund****Statements of Comprehensive Income***For the six months ended June 30, 2021 and 2020 (unaudited)*

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	2021	2020
<b>Income</b>		
Interest for distribution purposes	\$ 49,018	\$ 21,490
Dividends	1,254,701	1,295,760
Securities lending (Note 5)	4,883	15,035
Other income	4,854	6,030
Other changes in fair value of investments:		
Net realized gain (loss)	15,330,530	(577,656)
Net change in unrealized appreciation (depreciation)	(1,374,384)	(10,464,008)
<b>Total income</b>	<b>15,269,602</b>	<b>(9,703,349)</b>
<b>Expenses</b>		
Management fees (Note 6)	706,609	643,140
Independent review committee fees	3,335	1,592
Transaction costs	34,017	15,137
Withholding taxes	9,014	66
Harmonised sales tax	90,658	82,901
<b>Total expenses</b>	<b>843,633</b>	<b>742,836</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 14,425,969</b>	<b>\$ (10,446,185)</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 11,386,538	\$ (9,197,565)
Class I	\$ 3,039,431	\$ (1,248,620)
<b>Weighted average redeemable units outstanding during the period</b>		
Class A	3,264,318	3,419,947
Class I	1,922,390	1,468,247
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 3.49	\$ (2.69)
Class I	\$ 1.58	\$ (0.85)



**Educators Growth Fund****Statements of Changes in Net Assets Attributable to Holders of Redeemable Units***For the six months ended June 30, 2021 and 2020 (unaudited)*

	2021	2020
<b>Net assets attributable to holders of redeemable units, beginning of period</b>		
Class A	\$ 76,661,433	\$ 83,978,901
Class I	18,110,190	13,466,304
	<u>94,771,623</u>	<u>97,445,205</u>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	11,386,538	(9,197,565)
Class I	3,039,431	(1,248,620)
	<u>14,425,969</u>	<u>(10,446,185)</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(194,657)	(246,398)
Class I	(119,007)	(212,341)
	<u>(313,664)</u>	<u>(458,739)</u>
From net realized gains		
Class A	(8,890,811)	-
Class I	(2,209,069)	-
	<u>(11,099,880)</u>	<u>-</u>
<b>Total distributions to holders of redeemable units</b>	<u>(11,413,544)</u>	<u>(458,739)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	2,751,149	2,275,744
Class I	2,464,118	3,741,857
	<u>5,215,267</u>	<u>6,017,601</u>
Redemption of redeemable units		
Class A	(5,931,422)	(5,499,263)
Class I	(2,029,267)	(660,114)
	<u>(7,960,689)</u>	<u>(6,159,377)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	9,043,913	245,275
Class I	2,328,108	212,266
	<u>11,372,021</u>	<u>457,541</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>8,626,599</u>	<u>315,765</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	8,164,710	(12,422,207)
Class I	3,474,314	1,833,048
	<u>11,639,024</u>	<u>(10,589,159)</u>
<b>Net assets attributable to holders of redeemable units, end of period</b>		
Class A	84,826,143	71,556,694
Class I	21,584,504	15,299,352
	<u>106,410,647</u>	<u>86,856,046</u>

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**Educators Growth Fund****Statements of Changes in Net Assets Attributable to Holders of Redeemable Units** (continued)*For the six months ended June 30, 2021 and 2020 (unaudited)*

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**Redeemable unit continuity** (Note 3)

The following redeemable units were issued for cash, issued on reinvestment of distributions and redeemed during the period ended June 30, 2021 and year ended December 31, 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	3,188,777	3,482,624
Units issued	110,877	202,627
Units issued from reinvested distributions	373,409	15,728
Units redeemed	(237,109)	(512,202)
Number of units, end of period	<u>3,435,954</u>	<u>3,188,777</u>

<b>Class I</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	1,778,907	1,318,514
Units issued	233,246	622,603
Units issued from reinvested distributions	225,558	42,713
Units redeemed	(186,533)	(204,923)
Number of units, end of period	<u>2,051,178</u>	<u>1,778,907</u>

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**Educators Growth Fund****Statements of Cash Flows***For the six months ended June 30, 2021 and 2020 (unaudited)*

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	<b>2021</b>	<b>2020</b>
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 14,425,969	\$ (10,446,185)
Adjustments for:		
Net realized (gain) loss on sale of investments	(15,330,530)	577,656
Net change in unrealized (appreciation) depreciation in value of investments	1,374,384	10,464,008
Purchase of investments	(86,931,646)	(43,859,101)
Proceeds from disposal of investments	89,496,040	43,384,757
(Increase) decrease in interest and dividends receivable	(28,165)	(54,945)
Increase (decrease) in amounts due to Manager-Trustee	8,027	(22,830)
Cash provided (used) by operating activities	<u>3,014,079</u>	<u>43,360</u>
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	5,235,972	6,043,540
Redemption of redeemable units	(7,982,212)	(6,100,216)
Distributions paid to holders of redeemable units, net of reinvested distributions	(39,461)	-
Cash provided by financing activities	<u>(2,785,701)</u>	<u>(56,676)</u>
<b>Increase (decrease) in cash</b>	\$ <u>228,378</u>	\$ <u>(13,316)</u>
<b>Cash, beginning of period</b>	\$ <u>7,660</u>	\$ <u>147,297</u>
<b>Cash, end of period</b>	\$ <u>236,038</u>	\$ <u>133,981</u>
<b>Supplemental cash flow information:</b>		
Interest received	\$ 48,797	\$ 23,336
Dividends received, net of withholding taxes	\$ 1,217,743	\$ 1,238,969

# Educators Growth Fund

## Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Units or Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>Short-Term Investments</b>						
<b>Bankers' Acceptances</b>						
325,000	Bank of Nova Scotia	0.181%	24-Aug-2021	\$ 324,857	\$ 324,857	
125,000	National Bank of Canada	0.191%	7-Jul-2021	124,941	124,941	
150,000	Toronto-Dominion Bank	0.169%	10-Sep-2021	149,937	149,937	
				599,735	599,735	0.56
<b>Discount Commercial Paper</b>						
200,000	Honda Canada Finance Inc.	0.339%	5-Oct-2021	199,666	199,666	
				199,666	199,666	0.19
				799,401	799,401	0.75
<b>Canadian Common Stocks</b>						
<b>Communication Services</b>						
101,900	Quebecor Inc.			3,317,533	3,368,814	
23,304	Rogers Communications Inc.			1,380,753	1,535,734	
104,400	TELUS Corp.			2,667,117	2,902,320	
				7,365,403	7,806,868	7.34
<b>Consumer Discretionary</b>						
58,100	Dollarama Inc.			3,287,426	3,296,594	
33,700	Restaurant Brands International Inc.			2,790,259	2,691,619	
				6,077,685	5,988,213	5.63
<b>Consumer Staples</b>						
40,800	Alimentation Couche-Tard Inc.			1,719,968	1,858,440	
75,900	Empire Co., Ltd.			2,486,593	2,967,690	
24,892	Loblaw Cos Ltd.			1,769,179	1,899,011	
68,200	Metro Inc.			3,997,011	4,053,126	
				9,972,751	10,778,267	10.13
<b>Financials</b>						
37,530	Bank of Montreal			3,788,407	4,768,562	
70,150	Brookfield Asset Management Inc.			3,665,186	4,436,286	
483	Brookfield Asset Management Reinsurance Partners Ltd.			27,316	31,637	
25,000	Intact Financial Corp.			3,902,783	4,210,250	
49,300	National Bank of Canada			3,764,787	4,573,561	
42,974	Royal Bank of Canada			4,151,074	5,397,105	
25,900	TMX Group Ltd.			3,504,037	3,391,346	
60,639	Toronto-Dominion Bank			4,035,102	5,267,710	
				26,838,692	32,076,457	30.14
<b>Industrials</b>						
54,400	CAE Inc.			2,003,013	2,076,992	
30,900	Canadian National Railway Co.			4,217,644	4,041,411	
47,000	Canadian Pacific Railway Ltd.			2,596,783	4,480,040	
23,474	Richelieu Hardware Ltd.			995,454	941,777	
21,500	Ritchie Bros Auctioneers Inc.			1,676,934	1,580,035	
18,584	Stantec Inc.			896,344	1,027,881	
34,832	Thomson Reuters Corp.			3,971,023	4,288,864	
48,200	Toromont Industries Ltd.			4,807,092	5,205,598	
17,700	Waste Connections Inc.			2,435,666	2,621,370	
				23,599,953	26,263,968	24.68
<b>Information Technology</b>						
36,800	CGI Inc.			3,920,190	4,135,952	
2,644	Constellation Software Inc.			3,175,528	4,963,872	
9,721	Descartes Systems Group Inc.			693,336	833,381	
66,669	Open Text Corp.			4,072,702	4,196,814	
4,500	Topicus.com Inc.			382,116	405,225	
				12,243,872	14,535,244	13.66

# Educators Growth Fund

## Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Units or Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>Materials</b>						
53,700	CCL Industries Inc.			3,794,666	3,666,099	
55,900	Winpak Ltd.			2,510,662	2,161,653	
				6,305,328	5,827,752	5.48
<b>Utilities</b>						
43,389	Atco Ltd.			1,840,987	1,907,380	
				1,840,987	1,907,380	1.79
				94,244,671	105,184,149	98.9
<b>Total Investments</b>				\$ 95,044,072	\$ 105,983,550	99.60
<b>Transaction Costs</b>				(16,303)		
<b>Net Investments</b>				\$ 95,027,769	\$ 105,983,550	99.60
<b>Other Assets Less Liabilities</b>					427,097	0.40
<b>Net Assets Attributable to Holders of Redeemable Units</b>					\$ 106,410,647	100.00

### Summary of Investment Portfolio

The fair value percentages of Net Assets Attributable to Holders of Redeemable Units by major portfolio category are shown in the following table:

<b>As a % of Fund's Net Assets attributable to holders of redeemable units</b>		
<b>Sector</b>	<b>2021</b>	<b>2020</b>
Financials	30.14%	26.14%
Energy	-	11.59%
Materials	5.48%	12.03%
Industrials	24.68%	9.77%
Consumer Discretionary	5.63%	3.43%
Exchange Traded Fund	-	5.49%
Information Technology	13.66%	9.66%
Consumer Staples	10.13%	5.79%
Utilities	1.79%	3.44%
Communication Services	7.34%	4.44%
Real Estate	-	4.98%
Short-term investments	0.75%	1.69%
Health Care	-	1.94%
Net Other Assets	0.40%	-0.39%
	<b>100.00%</b>	<b>100.00%</b>

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**Educators U.S. Equity Fund****Statements of Financial Position***As at June 30, 2021 (unaudited) and December 31, 2020 (audited)*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 371,876	\$ -
Interest and dividends receivable	190,492	160,214
Subscriptions receivable	3,998	170,889
Investments	<u>124,335,239</u>	<u>118,876,980</u>
<b>Total assets</b>	<b>\$ <u>124,901,605</u></b>	<b>\$ <u>119,208,083</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Bank overdraft	-	6,866
Due to brokers	314,519	-
Redemptions payable	122,755	51,394
Distributions payable	1,353	401
Amounts due to Manager-Trustee (Note 6)	<u>183,533</u>	<u>170,809</u>
<b>Total liabilities</b>	<b><u>622,160</u></b>	<b><u>229,470</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>124,279,445</u></b>	<b>\$ <u>118,978,613</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	114,382,894	102,683,397
Class I	<u>9,896,551</u>	<u>16,295,216</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	4,842,832	4,866,727
Class I	<u>777,345</u>	<u>1,433,533</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	23.62	21.10
Class I	<u>12.73</u>	<u>11.37</u>

On behalf of the Manager-Trustee: Educators Financial Group Inc.

*Signed: Chuck Hamilton, CEO*

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*Signed: Stuart Mulcahy, CFO*

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# Educators U.S. Equity Fund

## Statements of Comprehensive Income

For the six months ended June 30, 2021 and 2020 (unaudited)

	2021	2020
<b>Income</b>		
Interest for distribution purposes	\$ 4,633	\$ 29,178
Dividends	1,280,607	4,796,723
Securities lending (Note 5)	5,444	7,946
Other changes in fair value of investments:		
Net realized gain (loss)	9,887,875	370,736
Net change in unrealized appreciation (depreciation)	4,634,720	(8,616,144)
<b>Total income</b>	<b>15,813,279</b>	<b>(3,411,561)</b>
<b>Expenses</b>		
Management fees (Note 6)	944,681	834,659
Independent review committee fees	4,187	2,062
Transaction costs	31,101	28,978
Withholding taxes	182,515	714,221
Harmonised sales tax	121,674	107,588
<b>Total expenses</b>	<b>1,284,158</b>	<b>1,687,508</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 14,529,121</b>	<b>\$ (5,099,069)</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 12,455,110	\$ (4,694,986)
Class I	\$ 2,074,011	\$ (404,083)
<b>Weighted average redeemable units outstanding during the period</b>		
Class A	4,852,414	4,768,199
Class I	1,211,801	1,183,999
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 2.57	\$ (0.98)
Class I	\$ 1.71	\$ (0.34)

# **Educators U.S. Equity Fund**

## **Statements of Changes in Net Assets Attributable to Holders of Redeemable Units**

*For the six months ended June 30, 2021 and 2020 (unaudited)*

	2021	2020
<b>Net assets attributable to holders of redeemable units, beginning of period</b>		
Class A	\$ 102,683,397	\$ 103,369,572
Class I	16,295,216	12,591,486
	<u>118,978,613</u>	<u>115,961,058</u>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	12,455,110	(4,694,986)
Class I	2,074,011	(404,083)
	<u>14,529,121</u>	<u>(5,099,069)</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(204,384)	(2,720,890)
Class I	(108,928)	(520,234)
	<u>(313,312)</u>	<u>(3,241,124)</u>
<b>Total distributions to holders of redeemable units</b>	<u>(313,312)</u>	<u>(3,241,124)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	5,892,216	3,819,773
Class I	1,982,620	2,846,480
	<u>7,874,836</u>	<u>6,666,253</u>
Redemption of redeemable units		
Class A	(6,646,494)	(6,745,682)
Class I	(10,455,278)	(1,469,075)
	<u>(17,101,772)</u>	<u>(8,214,757)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	203,049	2,710,635
Class I	108,910	519,871
	<u>311,959</u>	<u>3,230,506</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>(8,914,977)</u>	<u>1,682,002</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	11,699,497	(7,631,150)
Class I	(6,398,665)	972,959
	<u>5,300,832</u>	<u>(6,658,191)</u>
<b>Net assets attributable to holders of redeemable units, end of period</b>		
Class A	114,382,894	95,738,422
Class I	9,896,551	13,564,445
	<u>124,279,445</u>	<u>109,302,867</u>

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**Educators U.S. Equity Fund****Statements of Changes in Net Assets Attributable to Holders of Redeemable Units** (continued)*For the six months ended June 30, 2021 and 2020 (unaudited)*

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**Redeemable unit continuity** (Note 3)

The following redeemable units were issued for cash, issued on reinvestment of distributions and redeemed during the period ended June 30, 2021 and year ended December 31, 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	4,866,727	4,858,227
Units issued	262,500	351,444
Units issued from reinvested distributions	8,593	386,256
Units redeemed	(294,988)	(729,200)
Number of units, end of period	4,842,832	4,866,727

<b>Class I</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	1,433,533	1,107,668
Units issued	164,723	430,532
Units issued from reinvested distributions	8,553	124,100
Units redeemed	(829,464)	(228,767)
Number of units, end of period	777,345	1,433,533

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**Educators U.S. Equity Fund****Statements of Cash Flows***For the six months ended June 30, 2021 and 2020 (unaudited)*

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	<b>2021</b>	<b>2020</b>
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 14,529,121	\$ (5,099,069)
Adjustments for:		
Net realized (gain) loss on sale of investments	(9,887,875)	(370,736)
Net change in unrealized (appreciation) depreciation in value of investments	(4,634,720)	8,616,144
Purchase of investments	(44,084,320)	(30,368,358)
Proceeds from disposal of investments	53,463,175	30,222,781
(Increase) decrease in interest and dividends receivable	(30,278)	(46,899)
Increase (decrease) in amounts due to Manager-Trustee	12,724	(13,972)
Cash provided (used) by operating activities	9,367,827	2,939,891
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	8,041,727	6,717,246
Redemption of redeemable units	(17,030,411)	(8,184,103)
Distributions paid to holders of redeemable units, net of reinvested distributions	(401)	-
Cash (used) provided by financing activities	(8,989,085)	(1,466,857)
<b>Increase (decrease) in cash</b>	\$ 378,742	\$ 1,473,034
<b>(Bank overdraft) cash, beginning of period</b>	\$ (6,866)	\$ 19,979
<b>Cash, end of period</b>	\$ 371,876	\$ 1,493,013
<b>Supplemental cash flow information:</b>		
Interest received	\$ 4,697	\$ 36,433
Dividends received, net of withholding taxes	\$ 1,067,765	\$ 4,030,496



# Educators U.S. Equity Fund

## Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>Short-Term Investments</b>						
<b>Treasury Bills</b>						
1,555,000	Canadian Treasury Bill	0.111%	2-Sep-2021	\$ 1,554,603	\$ 1,554,603	
325,000	Canadian Treasury Bill	0.126%	16-Sep-2021	324,906	324,906	
925,000	Canadian Treasury Bill	0.147%	30-Sep-2021	924,658	924,658	
				<u>2,804,167</u>	<u>2,804,167</u>	<u>2.26</u>
<b>Foreign Common Stocks</b>						
<b>Channel Islands</b>						
<b>Information Technology</b>						
64,826	Amdocs Ltd.			5,489,957	6,209,990	
				<u>5,489,957</u>	<u>6,209,990</u>	<u>5.00</u>
<b>Switzerland</b>						
<b>Information Technology</b>						
5,210	TE Connectivity Ltd.			625,308	872,312	
				<u>625,308</u>	<u>872,312</u>	<u>0.70</u>
<b>United States</b>						
<b>Communication Services</b>						
57,470	Comcast Corp.			2,528,943	4,057,828	
71,054	Omnicom Group Inc.			6,302,236	7,038,003	
83,270	Verizon Communications Inc.			5,309,662	5,777,426	
				<u>14,140,841</u>	<u>16,873,257</u>	<u>13.58</u>
<b>Consumer Discretionary</b>						
1,726	AutoZone Inc.			1,883,950	3,189,326	
78,360	eBay Inc.			5,156,948	6,812,690	
106,475	Harley-Davidson Inc.			6,172,018	6,041,266	
17,360	Polaris Inc.			2,839,971	2,944,209	
				<u>16,052,887</u>	<u>18,987,491</u>	<u>15.28</u>
<b>Consumer Staples</b>						
101,552	Campbell Soup Co.			6,062,009	5,733,018	
73,377	Kellogg Co.			5,910,759	5,845,191	
36,325	Kimberly-Clark Corp.			5,799,937	6,017,582	
				<u>17,772,705</u>	<u>17,595,791</u>	<u>14.16</u>
<b>Financials</b>						
16,123	American Express Co.			1,983,134	3,298,830	
17,185	Ameriprise Financial Inc.			3,046,760	5,296,204	
5,313	JPMorgan Chase & Co.			510,453	1,023,310	
44,060	SEI Investments Co.			3,032,831	3,381,047	
				<u>8,573,178</u>	<u>12,999,391</u>	<u>10.46</u>
<b>Health Care</b>						
27,267	AmerisourceBergen Corp.			2,703,133	3,865,718	
20,650	Amgen Inc.			5,510,988	6,232,896	
2,130	Biogen Inc.			689,626	913,313	
66,490	Merck & Co., Inc.			6,361,349	6,403,147	
				<u>15,265,096</u>	<u>17,415,074</u>	<u>14.01</u>
<b>Industrials</b>						
9,130	Cummins Inc.			1,792,834	2,756,433	
95,130	Flowserve Corp.			4,228,715	4,749,668	
95,652	Ingersoll Rand Inc.			3,881,931	5,781,349	
2,395	Parker-Hannifin Corp.			521,859	910,803	
59,365	Westinghouse Air Brake Technologies Corp.			4,976,780	6,050,002	
				<u>15,402,119</u>	<u>20,248,255</u>	<u>16.28</u>
<b>Information Technology</b>						
132,597	NortonLifeLock Inc.			4,153,819	4,469,377	

## Educators U.S. Equity Fund

### Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Shares or Par Value	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
48,234	Oracle Corp.			3,110,992	4,649,233	
				7,264,811	9,118,610	7.34
<b>Materials</b>						
5,760	PPG Industries Inc.			729,716	1,210,901	
				729,716	1,210,901	0.97
				95,201,353	114,448,770	92.08
				101,316,618	121,531,072	97.78
<b>Total Investments</b>				\$ 104,120,785	\$ 124,335,239	100.04
<b>Transaction Costs</b>				(63,214)		
<b>Net Investments</b>				\$ 104,057,571	\$ 124,335,239	100.04
<b>Other Liabilities Less Assets</b>					(55,794)	(0.04)
<b>Net Assets Attributable to Holders of Redeemable Units</b>					\$ 124,279,445	100.00

#### Summary of Investment Portfolio

The fair value percentages of Net Assets Attributable to Holders of Redeemable Units by major portfolio category are shown in the following table:

<b>As a % of Fund's Net Assets attributable to holders of redeemable units</b>		
<b>Sector</b>	<b>2021</b>	<b>2020</b>
Consumer Discretionary	15.28%	9.72%
Health Care	14.01%	12.62%
Industrials	16.28%	16.84%
Financials	10.46%	14.95%
Information Technology	13.04%	16.95%
Consumer Staples	14.16%	9.97%
Communication Services	13.58%	14.40%
Materials	0.97%	2.00%
Short-term investments	2.26%	2.46%
Net Other Assets	-0.04%	0.09%
	<b>100.00%</b>	<b>100.00%</b>

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**Educators Monitored Conservative Portfolio****Statements of Financial Position***As at June 30, 2021 (unaudited) and December 31, 2020 (audited)*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 90,371	\$ 44,135
Distributions receivable from underlying funds	399,917	540
Subscriptions receivable	178,357	60,818
Investments	<u>66,265,580</u>	<u>53,981,015</u>
<b>Total assets</b>	<u>\$ 66,934,225</u>	<u>\$ 54,086,508</u>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Due to brokers	209,500	-
Redemptions payable	13,632	5,074
Distributions payable	215	-
Amounts due to Manager-Trustee (Note 6)	<u>87,687</u>	<u>73,635</u>
<b>Total liabilities</b>	<u>311,034</u>	<u>78,709</u>
<b>Net assets attributable to holders of redeemable units</b>	<u>\$ 66,623,191</u>	<u>\$ 54,007,799</u>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	64,399,605	52,058,465
Class E	2,223,586	1,939,565
Class I	<u>-</u>	<u>9,769</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	5,995,436	4,930,760
Class E	206,242	183,074
Class I	<u>-</u>	<u>911</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	10.74	10.56
Class E	10.78	10.59
Class I	<u>-</u>	<u>10.72</u>

On behalf of the Manager-Trustee: Educators Financial Group Inc.

*Signed: Chuck Hamilton, CEO*

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*Signed: Stuart Mulcahy, CFO*

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**Educators Monitored Conservative Portfolio****Statements of Comprehensive Income***For the six months ended June 30, 2021 and 2020 (unaudited)*

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	2021	2020
<b>Income</b>		
Distributions from underlying funds	\$ 781,940	\$ 745,621
Other changes in fair value of investments:		
Net realized gain (loss)	1,002,493	(53,994)
Net change in unrealized appreciation (depreciation)	110,710	(553,940)
<b>Total income</b>	<b>1,895,143</b>	<b>137,687</b>
<b>Expenses</b>		
Management fees (Note 6)	420,958	300,422
Independent review committee fees	1,834	848
Harmonised sales tax	54,724	38,936
<b>Total expenses</b>	<b>477,516</b>	<b>340,206</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 1,417,627</b>	<b>\$ (202,519)</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 1,366,592	\$ (239,043)
Class E	\$ 51,020	\$ 36,429
Class I	\$ 15	\$ 95
<b>Weighted average redeemable units outstanding during the period</b>		
Class A	5,368,221	4,117,865
Class E	196,544	140,734
Class I	904	615
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 0.25	\$ (0.06)
Class E	\$ 0.26	\$ 0.26
Class I	\$ 0.02	\$ 0.15

# Educators Monitored Conservative Portfolio

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30, 2021 and 2020 (unaudited)

	2021	2020
<b>Net assets attributable to holders of redeemable units, beginning of period</b>		
Class A	\$ 52,058,465	\$ 38,168,617
Class E	1,939,565	-
Class I	9,769	16,260
	<u>54,007,799</u>	<u>38,184,877</u>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	1,366,592	(239,043)
Class E	51,020	36,429
Class I	15	95
	<u>1,417,627</u>	<u>(202,519)</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(304,764)	(400,921)
Class E	(13,890)	(15,395)
Class I	-	(112)
	<u>(318,654)</u>	<u>(416,428)</u>
<b>Total distributions to holders of redeemable units</b>	<u>(318,654)</u>	<u>(416,428)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	16,140,167	12,373,124
Class E	337,133	1,500,621
Class I	-	1,595
	<u>16,477,300</u>	<u>13,875,340</u>
Redemption of redeemable units		
Class A	(5,165,404)	(5,821,981)
Class E	(104,132)	-
Class I	(9,784)	(10,919)
	<u>(5,279,320)</u>	<u>(5,832,900)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	304,549	400,312
Class E	13,890	15,392
Class I	-	112
	<u>318,439</u>	<u>415,816</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>11,516,419</u>	<u>8,458,256</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	12,341,140	6,311,491
Class E	284,021	1,537,047
Class I	(9,769)	(9,229)
	<u>12,615,392</u>	<u>7,839,309</u>
<b>Net assets attributable to holders of redeemable units, end of period</b>		
Class A	64,399,605	44,480,108
Class E	2,223,586	1,537,047
Class I	-	7,031
	<u>66,623,191</u>	<u>46,024,186</u>

## Educators Monitored Conservative Portfolio

### Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30, 2021 and 2020 (unaudited)

#### Redeemable unit continuity (Note 3)

The following redeemable units were issued for cash, issued on reinvestment of distributions and redeemed during the period ended June 30, 2021 and year ended December 31, 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	4,930,760	3,711,910
Units issued	1,522,876	2,210,201
Units issued from reinvested distributions	28,561	102,418
Units redeemed	(486,761)	(1,093,769)
Number of units, end of period	5,995,436	4,930,760
<b>Class E</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	183,074	-
Units issued	31,669	187,273
Units issued from reinvested distributions	1,301	4,109
Units redeemed	(9,802)	(8,308)
Number of units, end of period	206,242	183,074
<b>Class I</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	911	1,558
Units issued	-	366
Units issued from reinvested distributions	-	29
Units redeemed	(911)	(1,042)
Number of units, end of period	-	911

## Educators Monitored Conservative Portfolio

### Statements of Cash Flows

For the six months ended June 30, 2021 and 2020 (unaudited)

	<b>2021</b>	<b>2020</b>
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 1,417,627	\$ (202,519)
Adjustments for:		
Net realized (gain) loss on sale of investments	(1,002,493)	53,994
Net change in unrealized (appreciation) depreciation in value of investments	(110,710)	553,940
Purchase of investments	(18,660,362)	(11,007,264)
Proceeds from disposal of investments	7,698,500	3,134,784
(Increase) decrease in distributions receivable from underlying funds	(399,377)	(422,910)
Increase (decrease) in amounts due to Manager-Trustee	14,052	11,137
Cash provided (used) by operating activities	(11,042,763)	(7,878,838)
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	16,359,761	13,704,393
Redemption of redeemable units	(5,270,762)	(5,830,945)
Cash provided by financing activities	11,088,999	7,873,448
<b>Increase (decrease) in cash</b>	<b>\$ 46,236</b>	<b>\$ (5,390)</b>
<b>Cash, beginning of period</b>	<b>\$ 44,135</b>	<b>\$ 59,435</b>
<b>Cash, end of period</b>	<b>\$ 90,371</b>	<b>\$ 54,045</b>

## Educators Monitored Conservative Portfolio

### Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Units	Description	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>Canadian Mutual Funds</b>				
2,409,466	Educators Bond Fund, Class I	\$ 25,284,750	\$ 25,276,747	
567,350	Educators Dividend Fund, Class I	6,226,659	7,363,753	
445,017	Educators Growth Fund, Class I	4,390,887	4,682,919	
269,201	Educators Money Market Fund, Class I	2,694,955	2,692,011	
182,554	Educators U.S. Equity Fund, Class I	1,994,164	2,324,132	
334,183	HSBC Emerging Markets Debt Fund, Institutional Series	3,272,982	3,197,227	
34,064	HSBC Emerging Markets Equity Index Fund	340,858	351,124	
32,082	HSBC Emerging Markets Pooled Fund	336,182	339,043	
403,535	HSBC Global High Yield Bond Pooled Fund	3,206,424	3,261,932	
47,632	HSBC Global Inflation Linked Bond Pooled Fund	573,107	597,043	
134,503	HSBC International Equity Index Fund	1,349,583	1,385,490	
79,613	HSBC International Equity Pooled Fund	1,262,699	1,371,019	
1,030,599	HSBC Mortgage Fund, Institutional Series	10,983,056	11,047,610	
232,580	HSBC U.S. Equity Index Fund	2,314,878	2,375,530	
		<u>64,231,184</u>	<u>66,265,580</u>	<u>99.46</u>
	<b>Total Investments</b>	<u>\$ 64,231,184</u>	<u>\$ 66,265,580</u>	<u>99.46</u>
	<b>Net Investments</b>	<u>64,231,184</u>	<u>66,265,580</u>	<u>99.46</u>
	<b>Other Assets Less Liabilities</b>		357,611	0.54
	<b>Net Assets Attributable to Holders of Redeemable Units</b>		<u>\$ 66,623,191</u>	<u>100.00</u>

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**Educators Monitored Balanced Portfolio****Statements of Financial Position***As at June 30, 2021 (unaudited) and December 31, 2020 (audited)*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 37,430	\$ 62,659
Distributions receivable from underlying funds	294,533	494
Subscriptions receivable	16,664	59,082
Investments	<u>56,387,699</u>	<u>49,076,125</u>
<b>Total assets</b>	<b>\$ <u>56,736,326</u></b>	<b>\$ <u>49,198,360</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Redemptions payable	40,460	4,225
Distributions payable	148	222
Amounts due to Manager-Trustee (Note 6)	<u>83,585</u>	<u>74,546</u>
<b>Total liabilities</b>	<b><u>124,193</u></b>	<b><u>78,993</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>56,612,133</u></b>	<b>\$ <u>49,119,367</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	52,704,416	45,948,122
Class E	2,776,808	2,164,611
Class I	<u>1,130,909</u>	<u>1,006,634</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	4,767,097	4,382,837
Class E	242,494	199,273
Class I	<u>100,420</u>	<u>94,321</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	11.06	10.48
Class E	11.45	10.86
Class I	<u>11.26</u>	<u>10.67</u>

On behalf of the Manager-Trustee: Educators Financial Group Inc.

*Signed:* Chuck Hamilton, CEO*Signed:* Stuart Mulcahy, CFO



## Educators Monitored Balanced Portfolio

### Statements of Comprehensive Income

For the six months ended June 30, 2021 and 2020 (unaudited)

	2021	2020
<b>Income</b>		
Distributions from underlying funds	\$ 556,229	\$ 721,667
Other changes in fair value of investments:		
Net realized gain (loss)	2,154,574	(56,964)
Net change in unrealized appreciation (depreciation)	700,793	(2,016,786)
<b>Total income</b>	<b>3,411,596</b>	<b>(1,352,083)</b>
<b>Expenses</b>		
Management fees (Note 6)	425,257	326,016
Independent review committee fees	1,818	796
Harmonised sales tax	55,039	42,253
<b>Total expenses</b>	<b>482,114</b>	<b>369,065</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 2,929,482</b>	<b>\$ (1,721,148)</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 2,719,012	\$ (1,737,493)
Class E	\$ 142,521	\$ 40,489
Class I	\$ 67,949	\$ (24,144)
<b>Weighted average redeemable units outstanding during the period</b>		
Class A	4,649,012	4,038,037
Class E	222,025	141,731
Class I	96,880	80,300
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 0.58	\$ (0.43)
Class E	\$ 0.64	\$ 0.29
Class I	\$ 0.70	\$ (0.30)

# Educators Monitored Balanced Portfolio

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30, 2021 and 2020 (unaudited)

	2021	2020
<b>Net assets attributable to holders of redeemable units, beginning of period</b>		
Class A	\$ 45,948,122	\$ 40,262,141
Class E	2,164,611	-
Class I	1,006,634	809,228
	<u>49,119,367</u>	<u>41,071,369</u>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	2,719,012	(1,737,493)
Class E	142,521	40,489
Class I	67,949	(24,144)
	<u>2,929,482</u>	<u>(1,721,148)</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(59,396)	(311,843)
Class E	(9,298)	(27,045)
Class I	(10,971)	(14,611)
	<u>(79,665)</u>	<u>(353,499)</u>
<b>Total distributions to holders of redeemable units</b>	<u>(79,665)</u>	<u>(353,499)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	7,720,407	6,170,724
Class E	617,014	1,592,036
Class I	65,658	65,483
	<u>8,403,079</u>	<u>7,828,243</u>
Redemption of redeemable units		
Class A	(3,682,995)	(5,253,597)
Class E	(147,322)	-
Class I	(9,330)	-
	<u>(3,839,647)</u>	<u>(5,253,597)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	59,266	311,978
Class E	9,282	27,040
Class I	10,969	14,615
	<u>79,517</u>	<u>353,633</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>4,642,949</u>	<u>2,928,279</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	6,756,294	(820,231)
Class E	612,197	1,632,520
Class I	124,275	41,343
	<u>7,492,766</u>	<u>853,632</u>
<b>Net assets attributable to holders of redeemable units, end of period</b>		
Class A	52,704,416	39,441,910
Class E	2,776,808	1,632,520
Class I	1,130,909	850,571
	<u>56,612,133</u>	<u>41,925,001</u>

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**Educators Monitored Balanced Portfolio****Statements of Changes in Net Assets Attributable to Holders of Redeemable Units** (continued)*For the six months ended June 30, 2021 and 2020 (unaudited)*

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**Redeemable unit continuity** (Note 3)

The following redeemable units were issued for cash, issued on reinvestment of distributions and redeemed during the period ended June 30, 2021 and year ended December 31, 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	4,382,837	3,921,640
Units issued	721,057	1,317,838
Units issued from reinvested distributions	5,359	74,216
Units redeemed	(342,156)	(930,857)
Number of units, end of period	4,767,097	4,382,837
<b>Class E</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	199,273	-
Units issued	55,701	211,771
Units issued from reinvested distributions	811	5,064
Units redeemed	(13,291)	(17,562)
Number of units, end of period	242,494	199,273
<b>Class I</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	94,321	77,470
Units issued	5,951	14,613
Units issued from reinvested distributions	974	3,193
Units redeemed	(826)	(955)
Number of units, end of period	100,420	94,321

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**Educators Monitored Balanced Portfolio****Statements of Cash Flows***For the six months ended June 30, 2021 and 2020 (unaudited)*

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	<b>2021</b>	<b>2020</b>
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 2,929,482	\$ (1,721,148)
Adjustments for:		
Net realized (gain) loss on sale of investments	(2,154,574)	56,964
Net change in unrealized (appreciation) depreciation in value of investments	(700,793)	2,016,786
Purchase of investments	(16,513,593)	(6,802,494)
Proceeds from disposal of investments	12,057,386	4,087,006
(Increase) decrease in distributions receivable from underlying funds	(294,039)	(498,791)
Increase (decrease) in amounts due to Manager-Trustee	9,039	857
Cash provided (used) by operating activities	(4,667,092)	(2,860,820)
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	8,445,497	8,078,482
Redemption of redeemable units	(3,803,412)	(5,206,774)
Distributions paid to holders of redeemable units, net of reinvested distributions	(222)	(268)
Cash provided by financing activities	4,641,863	2,871,440
<b>Increase (decrease) in cash</b>	<b>\$ (25,229)</b>	<b>\$ 10,620</b>
<b>Cash, beginning of period</b>	<b>\$ 62,659</b>	<b>\$ 45,516</b>
<b>Cash, end of period</b>	<b>\$ 37,430</b>	<b>\$ 56,136</b>

## Educators Monitored Balanced Portfolio

### Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Units	Description	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>Canadian Mutual Funds</b>				
1,271,177	Educators Bond Fund, Class I	\$ 13,241,340	\$ 13,335,404	
221,652	Educators Dividend Fund, Class I	2,356,088	2,876,862	
1,025,204	Educators Growth Fund, Class I	9,946,644	10,788,220	
207,484	Educators Money Market Fund, Class I	2,077,073	2,074,841	
347,125	Educators U.S. Equity Fund, Class I	3,670,319	4,419,317	
278,143	HSBC Emerging Markets Debt Fund, Institutional Series	2,733,668	2,661,077	
68,236	HSBC Emerging Markets Equity Index Fund	682,362	703,352	
67,302	HSBC Emerging Markets Pooled Fund	718,871	711,249	
344,560	HSBC Global High Yield Bond Pooled Fund	2,740,498	2,785,216	
43,937	HSBC Global Inflation Linked Bond Pooled Fund	521,420	550,728	
269,342	HSBC International Equity Index Fund	2,697,962	2,774,441	
161,754	HSBC International Equity Pooled Fund	2,561,089	2,785,587	
386,977	HSBC Mortgage Fund, Institutional Series	4,110,406	4,148,236	
28,915	HSBC Small Cap Growth Fund, Institutional Series	905,115	1,277,896	
440,118	HSBC U.S. Equity Index Fund	4,383,599	4,495,273	
		<u>53,346,454</u>	<u>56,387,699</u>	<u>99.60</u>
	<b>Total Investments</b>	<b>\$ 53,346,454</b>	<b>\$ 56,387,699</b>	<b>99.60</b>
	<b>Net Investments</b>	<u><b>53,346,454</b></u>	<u><b>56,387,699</b></u>	<u><b>99.60</b></u>
	<b>Other Assets Less Liabilities</b>		<u><b>224,434</b></u>	<u><b>0.40</b></u>
	<b>Net Assets Attributable to Holders of Redeemable Units</b>		<u><b>\$ 56,612,133</b></u>	<u><b>100.00</b></u>

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**Educators Monitored Growth Portfolio****Statements of Financial Position***As at June 30, 2021 (unaudited) and December 31, 2020 (audited)*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 24,159	\$ 36,594
Distributions receivable from underlying funds	71,900	-
Subscriptions receivable	26,373	15,707
Investments	<u>15,780,459</u>	<u>14,211,288</u>
<b>Total assets</b>	<b>\$ <u>15,902,891</u></b>	<b>\$ <u>14,263,589</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Amounts due to Manager-Trustee (Note 6)	<u>23,059</u>	<u>21,357</u>
<b>Total liabilities</b>	<b><u>23,059</u></b>	<b><u>21,357</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>15,879,832</u></b>	<b>\$ <u>14,242,232</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	12,867,937	11,501,684
Class E	1,900,922	1,775,401
Class I	<u>1,110,973</u>	<u>965,147</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	1,147,691	1,114,540
Class E	155,445	158,043
Class I	<u>96,653</u>	<u>92,124</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	11.21	10.32
Class E	12.23	11.23
Class I	<u>11.49</u>	<u>10.48</u>

On behalf of the Manager-Trustee: Educators Financial Group Inc.

*Signed:* Chuck Hamilton, CEO*Signed:* Stuart Mulcahy, CFO

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**Educators Monitored Growth Portfolio****Statements of Comprehensive Income***For the six months ended June 30, 2021 and 2020 (unaudited)*

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	2021	2020
<b>Income</b>		
Distributions from underlying funds	\$ 126,311	\$ 225,549
Other changes in fair value of investments:		
Net realized gain (loss)	940,963	(11,974)
Net change in unrealized appreciation (depreciation)	331,281	(882,836)
<b>Total income</b>	<b>1,398,555</b>	<b>(669,261)</b>
<b>Expenses</b>		
Management fees (Note 6)	118,432	88,774
Independent review committee fees	480	206
Harmonised sales tax	15,312	11,454
<b>Total expenses</b>	<b>134,224</b>	<b>100,434</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 1,264,331</b>	<b>\$ (769,695)</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 1,009,711	\$ (753,674)
Class E	\$ 157,986	\$ 31,752
Class I	\$ 96,634	\$ (47,773)
<b>Weighted average redeemable units outstanding during the period</b>		
Class A	1,127,505	1,053,246
Class E	158,306	92,266
Class I	95,154	77,534
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 0.90	\$ (0.72)
Class E	\$ 1.00	\$ 0.34
Class I	\$ 1.02	\$ (0.62)

# Educators Monitored Growth Portfolio

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30, 2021 and 2020 (unaudited)

	2021	2020
<b>Net assets attributable to holders of redeemable units, beginning of period</b>		
Class A	\$ 11,501,684	\$ 10,452,041
Class E	1,775,401	-
Class I	965,147	800,753
	<u>14,242,232</u>	<u>11,252,794</u>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	1,009,711	(753,674)
Class E	157,986	31,752
Class I	96,634	(47,773)
	<u>1,264,331</u>	<u>(769,695)</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	-	(89,125)
Class E	-	(22,774)
Class I	-	(14,347)
	<u>-</u>	<u>(126,246)</u>
<b>Total distributions to holders of redeemable units</b>	<u>-</u>	<u>(126,246)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	1,014,668	1,457,874
Class E	252,244	1,337,801
Class I	69,838	48,832
	<u>1,336,750</u>	<u>2,844,507</u>
Redemption of redeemable units		
Class A	(658,126)	(916,931)
Class E	(284,709)	(84,168)
Class I	(20,646)	(17,469)
	<u>(963,481)</u>	<u>(1,018,568)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	-	89,072
Class E	-	22,768
Class I	-	14,345
	<u>-</u>	<u>126,185</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>373,269</u>	<u>1,952,124</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	1,366,253	(212,784)
Class E	125,521	1,285,379
Class I	145,826	(16,412)
	<u>1,637,600</u>	<u>1,056,183</u>
<b>Net assets attributable to holders of redeemable units, end of period</b>		
Class A	12,867,937	10,239,257
Class E	1,900,922	1,285,379
Class I	1,110,973	784,341
	<u>15,879,832</u>	<u>12,308,977</u>

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**Educators Monitored Growth Portfolio****Statements of Changes in Net Assets Attributable to Holders of Redeemable Units** (continued)*For the six months ended June 30, 2021 and 2020 (unaudited)*

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**Redeemable unit continuity** (Note 3)

The following redeemable units were issued for cash, issued on reinvestment of distributions and redeemed during the period ended June 30, 2021 and year ended December 31, 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	1,114,540	1,020,525
Units issued	94,566	275,741
Units issued from reinvested distributions	-	24,143
Units redeemed	(61,415)	(205,869)
Number of units, end of period	1,147,691	1,114,540
<b>Class E</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	158,043	-
Units issued	21,571	163,696
Units issued from reinvested distributions	-	4,752
Units redeemed	(24,169)	(10,405)
Number of units, end of period	155,445	158,043
<b>Class I</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	92,124	77,062
Units issued	6,352	13,174
Units issued from reinvested distributions	-	3,563
Units redeemed	(1,823)	(1,675)
Number of units, end of period	96,653	92,124

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**Educators Monitored Growth Portfolio****Statements of Cash Flows***For the six months ended June 30, 2021 and 2020 (unaudited)*

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	<b>2021</b>	<b>2020</b>
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 1,264,331	\$ (769,695)
Adjustments for:		
Net realized (gain) loss on sale of investments	(940,963)	11,974
Net change in unrealized (appreciation) depreciation in value of investments	(331,281)	882,836
Purchase of investments	(5,075,846)	(2,547,195)
Proceeds from disposal of investments	4,778,919	693,946
(Increase) decrease in distributions receivable from underlying funds	(71,900)	(188,443)
Increase (decrease) in amounts due to Manager-Trustee	1,702	1,174
Cash provided (used) by operating activities	(375,038)	(1,915,403)
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	1,326,084	2,917,944
Redemption of redeemable units	(963,481)	(990,348)
Cash provided by financing activities	362,603	1,927,596
<b>Increase (decrease) in cash</b>	<b>\$ (12,435)</b>	<b>\$ 12,193</b>
<b>Cash, beginning of period</b>	<b>\$ 36,594</b>	<b>\$ 16,067</b>
<b>Cash, end of period</b>	<b>\$ 24,159</b>	<b>\$ 28,260</b>



## Educators Monitored Growth Portfolio

### Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Units	Description	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>Canadian Mutual Funds</b>				
154,794	Educators Bond Fund, Class I	\$ 1,613,359	\$ 1,623,879	
442,428	Educators Growth Fund, Class I	4,271,027	4,655,672	
155,389	Educators U.S. Equity Fund, Class I	1,631,170	1,978,282	
74,978	HSBC Emerging Markets Debt Fund, Institutional Series	736,101	717,337	
33,830	HSBC Emerging Markets Equity Index Fund	338,285	348,709	
33,105	HSBC Emerging Markets Pooled Fund	350,891	349,853	
89,188	HSBC Global High Yield Bond Pooled Fund	703,299	720,940	
1,805	HSBC Global Inflation Linked Bond Pooled Fund	21,357	22,631	
114,405	HSBC International Equity Index Fund	1,144,861	1,178,462	
69,019	HSBC International Equity Pooled Fund	1,083,221	1,188,584	
52,947	HSBC Mortgage Fund, Institutional Series	563,692	567,567	
8,213	HSBC Small Cap Growth Fund, Institutional Series	249,073	362,972	
202,233	HSBC U.S. Equity Index Fund	2,014,752	2,065,571	
		<u>14,721,088</u>	<u>15,780,459</u>	<u>99.37</u>
<b>Total Investments</b>		<u>\$ 14,721,088</u>	<u>\$ 15,780,459</u>	<u>99.37</u>
<b>Net Investments</b>		<u>14,721,088</u>	<u>15,780,459</u>	<u>99.37</u>
<b>Other Assets Less Liabilities</b>			<u>99,373</u>	<u>0.63</u>
<b>Net Assets Attributable to Holders of Redeemable Units</b>			<u>\$ 15,879,832</u>	<u>100.00</u>

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**Educators Monitored Aggressive Portfolio****Statements of Financial Position***As at June 30, 2021 (unaudited) and December 31, 2020 (audited)*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 36,745	\$ 11,376
Distributions receivable from underlying funds	14,866	-
Subscriptions receivable	16,313	3,690
Investments	<u>3,698,367</u>	<u>2,817,919</u>
<b>Total assets</b>	<b>\$ <u>3,766,291</u></b>	<b>\$ <u>2,832,985</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Amounts due to Manager-Trustee (Note 6)	<u>5,003</u>	<u>4,101</u>
<b>Total liabilities</b>	<b><u>29,003</u></b>	<b><u>4,101</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>3,737,288</u></b>	<b>\$ <u>2,828,884</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	2,767,030	2,080,766
Class E	529,307	478,838
Class I	<u>440,951</u>	<u>269,280</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	244,200	202,844
Class E	42,745	42,795
Class I	<u>38,188</u>	<u>26,012</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	11.33	10.26
Class E	12.38	11.19
Class I	<u>11.55</u>	<u>10.35</u>

On behalf of the Manager-Trustee: Educators Financial Group Inc.

*Signed: Chuck Hamilton, CEO*

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*Signed: Stuart Mulcahy, CFO*

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**Educators Monitored Aggressive Portfolio****Statements of Comprehensive Income***For the six months ended June 30, 2021 and 2020 (unaudited)*

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	2021	2020
<b>Income</b>		
Distributions from underlying funds	\$ 24,128	\$ 48,381
Other changes in fair value of investments:		
Net realized gain (loss)	222,952	(15,376)
Net change in unrealized appreciation (depreciation)	97,826	(209,218)
<b>Total income</b>	<b>344,906</b>	<b>(176,213)</b>
<b>Expenses</b>		
Management fees (Note 6)	24,443	16,351
Independent review committee fees	97	38
Harmonised sales tax	3,171	2,121
<b>Total expenses</b>	<b>27,711</b>	<b>18,510</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 317,195</b>	<b>\$ (194,723)</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 234,711	\$ (185,572)
Class E	\$ 46,362	\$ 7,252
Class I	\$ 36,122	\$ (16,403)
<b>Weighted average redeemable units outstanding during the period</b>		
Class A	224,188	194,499
Class E	40,722	22,497
Class I	30,186	21,591
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 1.05	\$ (0.95)
Class E	\$ 1.14	\$ 0.32
Class I	\$ 1.20	\$ (0.76)

# Educators Monitored Aggressive Portfolio

## Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the six months ended June 30, 2021 and 2020 (unaudited)

	2021	2020
<b>Net assets attributable to holders of redeemable units, beginning of period</b>		
Class A	\$ 2,080,766	\$ 1,847,476
Class E	478,838	-
Class I	269,280	215,538
	<u>2,828,884</u>	<u>2,063,014</u>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	234,711	(185,572)
Class E	46,362	7,252
Class I	36,122	(16,403)
	<u>317,195</u>	<u>(194,723)</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	-	(20,010)
Class E	-	(6,122)
Class I	-	(4,309)
	<u>-</u>	<u>(30,441)</u>
<b>Total distributions to holders of redeemable units</b>	<u>-</u>	<u>(30,441)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	821,997	531,174
Class E	83,760	353,995
Class I	135,549	29,766
	<u>1,041,306</u>	<u>914,935</u>
Redemption of redeemable units		
Class A	(370,444)	(229,436)
Class E	(79,653)	(38,720)
Class I	-	(5,256)
	<u>(450,097)</u>	<u>(273,412)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	-	20,002
Class E	-	6,120
Class I	-	4,310
	<u>-</u>	<u>30,432</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>591,209</u>	<u>671,955</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	686,264	116,158
Class E	50,469	322,525
Class I	171,671	8,108
	<u>908,404</u>	<u>446,791</u>
<b>Net assets attributable to holders of redeemable units, end of period</b>		
Class A	2,767,030	1,963,634
Class E	529,307	322,525
Class I	440,951	223,646
	<u>3,737,288</u>	<u>2,509,805</u>

## Educators Monitored Aggressive Portfolio

### Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the six months ended June 30, 2021 and 2020 (unaudited)

#### Redeemable unit continuity (Note 3)

The following redeemable units were issued for cash, issued on reinvestment of distributions and redeemed during the period ended June 30, 2021 and year ended December 31, 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	202,844	178,890
Units issued	75,599	86,624
Units issued from reinvested distributions	-	6,684
Units redeemed	(34,243)	(69,354)
Number of units, end of period	244,200	202,844
<b>Class E</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	42,795	-
Units issued	7,092	44,824
Units issued from reinvested distributions	-	1,686
Units redeemed	(7,142)	(3,715)
Number of units, end of period	42,745	42,795
<b>Class I</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of period	26,012	20,701
Units issued	12,176	7,201
Units issued from reinvested distributions	-	1,287
Units redeemed	-	(3,177)
Number of units, end of period	38,188	26,012

## Educators Monitored Aggressive Portfolio

### Statements of Cash Flows

For the six months ended June 30, 2021 and 2020 (unaudited)

	<b>2021</b>	<b>2020</b>
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 317,195	\$ (194,723)
Adjustments for:		
Net realized (gain) loss on sale of investments	(222,952)	15,376
Net change in unrealized (appreciation) depreciation in value of investments	(97,826)	209,218
Purchase of investments	(2,044,190)	(834,117)
Proceeds from disposal of investments	1,508,520	210,243
(Increase) decrease in distributions receivable from underlying funds	(14,866)	(44,180)
Increase (decrease) in amounts due to Manager-Trustee	902	575
Cash provided (used) by operating activities	(553,217)	(637,608)
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	1,028,683	919,666
Redemption of redeemable units	(450,097)	(273,412)
Cash provided by financing activities	578,586	646,254
<b>Increase (decrease) in cash</b>	<b>\$ 25,369</b>	<b>\$ 8,646</b>
<b>Cash, beginning of period</b>	<b>\$ 11,376</b>	<b>\$ 11,288</b>
<b>Cash, end of period</b>	<b>\$ 36,745</b>	<b>\$ 19,934</b>

## Educators Monitored Aggressive Portfolio

### Schedule of Investments

As at June 30, 2021 (unaudited)

No. of Units	Description	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
<b>Canadian Mutual Funds</b>				
89,756	Educators Growth Fund, Class I	\$ 882,643	\$ 944,497	
49,186	Educators U.S. Equity Fund, Class I	537,868	626,197	
17,732	HSBC Emerging Markets Debt Fund, Institutional Series	172,339	169,644	
10,337	HSBC Emerging Markets Equity Index Fund	103,525	106,555	
10,267	HSBC Emerging Markets Pooled Fund	106,116	108,504	
22,498	HSBC Global High Yield Bond Pooled Fund	178,020	181,861	
38,738	HSBC International Equity Index Fund	388,464	399,036	
23,563	HSBC International Equity Pooled Fund	368,572	405,786	
2,519	HSBC Small Cap Growth Fund, Institutional Series	82,988	111,324	
63,146	HSBC U.S. Equity Index Fund	628,739	644,963	
		<u>3,449,274</u>	<u>3,698,367</u>	<u>98.96</u>
<b>Total Investments</b>		<u>\$ 3,449,274</u>	<u>\$ 3,698,367</u>	<u>98.96</u>
<b>Net Investments</b>		<u>3,449,274</u>	<u>3,698,367</u>	<u>98.96</u>
<b>Other Assets Less Liabilities</b>			<u>38,921</u>	<u>1.04</u>
<b>Net Assets Attributable to Holders of Redeemable Units</b>			<u>\$ 3,737,288</u>	<u>100.00</u>

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# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

June 30, 2021 (Unaudited)

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### 1. Educators Financial Group Inc. Funds

The Educators Financial Group Inc. Funds (individually the “Fund” and collectively the “Funds”) consist of twelve mutual fund trusts. The Funds are open-end trustee investment funds established under the laws of Ontario issuing units of the Funds to eligible purchasers on a continuous basis, with the objective of providing a means to invest through professionally managed pools of money.

Educators Financial Group Inc. is the manager and trustee (“Manager-Trustee”) of the Funds.

Each Fund has authorized an unlimited number of Class A, Class E, Class F and Class I non-transferable, redeemable trust units (“units”) which may only be issued as fully paid. The unit continuity of Class A units, Class E units, and Class I units is shown in the Statements of Changes in Net Assets Attributable to Holders of Redeemable Units. No Class F units had been offered for sale at June 30, 2021.

<u>Fund</u>	<u>Date of Inception</u>
Money Market Fund	June 24, 1984 <sup>(3)</sup>
Mortgage & Income Fund	June 24, 1984 <sup>(3)</sup>
Bond Fund	March 14, 2011 <sup>(3)</sup>
Balanced Fund	June 24, 1984 <sup>(2,3)</sup>
Monthly Income Fund	March 14, 2011 <sup>(3)</sup>
Dividend Fund	February 7, 2000 <sup>(3)</sup>
Growth Fund	June 24, 1984 <sup>(3)</sup>
U.S. Equity Fund	June 24, 1984 <sup>(3)</sup>
Monitored Conservative Portfolio	January 2, 2018 <sup>(1,2,3)</sup>
Monitored Balanced Portfolio	January 2, 2018 <sup>(1,2,3)</sup>
Monitored Growth Portfolio	January 2, 2018 <sup>(1,2,3)</sup>
Monitored Aggressive Portfolio	January 2, 2018 <sup>(1,2,3)</sup>

(1) The Monitored Portfolio Funds were established on January 2, 2018; Class A and Class I units were first offered by prospectus dated January 4, 2018.

(2) Class E units were first offered by prospectus dated February 20, 2020.

(3) Class F units were first offered by prospectus dated May 14, 2021

The address of the Funds' registered office is 2225 Sheppard Avenue East, Suite 1105, Toronto, Ontario M2J 5C2.

These financial statements were authorized for issue by the Board of Directors on August 19, 2021.

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# **Educators Financial Group Inc. Funds**

## **Notes to the Financial Statements**

June 30, 2021 (Unaudited)

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### **2. Summary of significant accounting policies**

#### **Basis of presentation**

These financial statements have been prepared in compliance with International Financial Reporting Standards ("IFRS") including International Accounting Standards ("IAS") 34: Interim Financial Reporting, as published by the International Accounting Standards Board ("IASB").

The following summarizes the accounting policies of the Funds for the period ended June 30, 2021 and the year ended December 31, 2020:

#### **Financial instruments**

The Funds applied IFRS 9, Financial Instruments - Classification and Measurement ("IFRS 9"). The standard requires financial assets to be classified as amortized cost, fair value through profit or loss ("FVTPL"), or fair value through other comprehensive income ("FVOCI") based on the entity's business model for managing the financial assets and the contractual cash flow characteristics of these assets. Assessment and decision on the business model approach used is an accounting judgement.

The Funds' investments and derivative assets and liabilities are classified and measured at FVTPL.

The classification and measurements of financial assets and liabilities are at amortized cost with the exception of financial assets and liability recorded at FVTPL. For financial liabilities, fair value changes attributable to changes in the entity's own credit risk are to be presented in other comprehensive income unless they affect amounts recorded in income. Under amortized cost, financial assets and liabilities reflect the amounts to be received or paid, discounted when appropriate at the financial instrument's effective interest rate. The fair value of the Fund's financial assets and liabilities that are not carried at FVTPL approximate their carrying amounts due to their short-term nature.

The Funds' financial instruments consist of cash, interest and dividends receivable, subscriptions receivable, amounts due from brokers, investments, bank overdraft, redemptions payable, distributions payable, amounts due to brokers, foreign currency forward contracts, amounts due to Manager-Trustee and net assets attributable to holders of redeemable units. Investments are subsequently measured at fair value based on the policies described below. The Funds' obligations for net assets attributable to holders of redeemable units are presented at the redemption amount. Financial instruments other than investments and foreign currency forward contracts are subsequently measured at amortized cost using the effective interest method and their carrying values approximate their fair values given their short-term nature.



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# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

June 30, 2021 (Unaudited)

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### 2. Summary of significant accounting policies (continued)

#### Valuation of investments

Under IFRS, the Funds measure the fair values of their investments using the guidance in IFRS 13 *Fair Value Measurement* ("IFRS 13"). 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. All investments and derivative assets and liabilities are measured at fair value through profit or loss ("FVTPL"). The Funds' accounting policies for measuring the fair value of their investments and derivatives are consistent with those used in measuring its Net Asset Value ("NAV") for transactions with unitholders. Investments held include common stocks, short-term investments, bonds, debentures, mutual funds and asset-backed securities.

The fair value of investments is determined as follows:

- (a) Investments that are publicly traded are valued at last traded market price where the last traded price falls within that day's bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager-Trustee determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances.
- (b) Investments held that are not traded in an active market are valued based on the results of using valuation techniques, using observable market inputs, to the extent available, on such basis and in such manner established by the Manager-Trustee.
- (c) Investments in underlying funds are valued at the NAV per unit as at the valuation date, as this value is the most readily and regularly available.

#### Impairments

IFRS 9 requires that an entity recognize a loss allowance for expected credit losses on financial assets which are measured at amortized costs or FVOCI. Financial assets held by the Fund which are measured at FVTPL will not be subject to the impairment requirements.

With respect to financial assets at amortized cost, the Funds consider both historical analysis and forward looking information in determining any expected credit loss. As at the financial statement date, all loans and receivables are due to be settled within the short term. The Funds consider the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligation in the near term. Given the limited exposure of the Funds to credit risk, no loss allowance has been recognized as any such impairment will not have a significant impact on the financial statements.

#### Cost of investments

The cost of investments represents the amount paid for each security and is determined on an average cost basis, excluding transaction costs.

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# **Educators Financial Group Inc. Funds**

## **Notes to the Financial Statements**

June 30, 2021 (Unaudited)

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### **2. Summary of significant accounting policies (continued)**

#### **Transaction costs**

Transaction costs are expensed as incurred in the Statements of Comprehensive Income. Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of an investment, which include fees and commission paid to agents, advisors and brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties.

#### **Forward currency contracts**

Forward currency contracts are recognized in the Statements of Financial Position when the Funds become a party to the contractual provisions of the instrument. The instrument is derecognized from the Statements of Financial Position when the contractual rights or obligations arising from that instrument expire or are extinguished. Forward currency contracts are recognized at fair value, which is the gain or loss, if any, that would be realized if the position in the contracts were to be settled on the valuation date. The resulting unrealized gain or loss is presented as a Forward contract asset or liability in the Statements of Financial Position and is included in Change in unrealized appreciation (depreciation) on forward currency contracts in the Statements of Comprehensive Income. Any gain or loss arising from forward currency contracts at close or delivery will be recorded as realized gain (loss) on forward currency contracts in the Statements of Comprehensive Income. As described in Note 10, as at June 30, 2021 the Bond Fund and Dividend Fund, and as at December 31, 2020 the Bond Fund and Dividend Fund use forward currency contracts to deliver currencies at specified future dates.

#### **Investment transactions and investment income**

Investment transactions are accounted for on the trade date. The dividend income is recognized on the ex-dividend date. The interest for distribution purposes shown on the Statements of Comprehensive Income represents the coupon interest received by the Fund accounted for on an accrual basis. The Funds do not amortize premiums paid or discounts received on the purchase of fixed income securities except for zero coupon bonds which are amortized on a straight line basis. Realized gain (loss) on sale of investments and change in unrealized appreciation (depreciation) of investments are determined on an average cost basis. Average cost does not include amortization of premiums or discounts on fixed income securities with the exception of zero coupon bonds.

#### **Unit valuation**

The Funds' units are issued and redeemed at the NAV per unit. For the Mortgage & Income Fund, Bond Fund, Balanced Fund, Monthly Income Fund, Dividend Fund, Growth Fund, U.S. Equity Fund, Monitored Conservative Portfolio, Monitored Balanced Portfolio, Monitored Growth Portfolio and Monitored Aggressive Portfolio, the NAV per unit is determined by dividing the NAV at the close of business of each day by the total number of units outstanding at such time. For the Money Market Fund, the month end NAV per unit is fixed at \$10 per unit by distributing net investment income monthly.

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# **Educators Financial Group Inc. Funds**

## **Notes to the Financial Statements**

June 30, 2021 (Unaudited)

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### **2. Summary of significant accounting policies (continued)**

#### **Foreign currency translation**

The Funds' subscriptions and redemptions are denominated in Canadian dollars, which is also the Funds' functional and presentation currency. Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates that the transactions occur. Foreign currency assets and liabilities denominated in a foreign currency are translated into the functional currency using the exchange rate prevailing at the measurement date. Foreign exchange gains and losses relating to investments are presented within Realized gain (loss) on sale of investments and Change in unrealized appreciation (depreciation) in value of investments in the Statements of Comprehensive Income.

#### **Per unit from operations**

Increase (decrease) in net assets attributable to holders of redeemable units per unit on the Statements of Comprehensive Income represents the increase (decrease) in net assets attributable to holders of redeemable units, divided by the daily weighted average number of units outstanding during the year.

#### **Use of estimates and judgments**

These financial statements, prepared in accordance with IFRS, include estimates and assumptions by management that affect the reported amounts of certain assets and liabilities at the date of the financial statements and income and expenses during the period. Actual results may differ from these estimates.

In classifying and measuring financial instruments held by the Funds, the Manager is required to make significant judgments in determining the most appropriate classification in accordance with IFRS 9. The Manager has assessed the Funds' business models, the manner in which all financial assets and financial liabilities are managed and performance evaluated as a group on a fair value basis, and concluded that FVTPL in accordance with IFRS 9 provides the most appropriate classification of the Funds' financial instruments.

Management uses valuation techniques in measuring the fair value of investments where active market quotes are not available. In applying the valuation techniques management makes maximum use of market inputs, and uses estimates and assumptions that are, as far as possible, consistent with observable data that market participants would use in pricing the instrument. Where applicable data is not observable, management uses its best estimate about the assumptions that market participants would make. These estimates may vary from the actual prices that would be achieved in an arm's length transaction at the reporting date.

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## Educators Financial Group Inc. Funds

### Notes to the Financial Statements

June 30, 2021 (Unaudited)

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#### 2. Summary of significant accounting policies (continued)

##### Distribution to unitholders

The net investment income and net realized capital gains of each of the Funds are distributed in cash or reinvested in additional units, as follows:

<u>Fund</u>	<u>Distribution of Net Investment Income</u>	<u>Distribution of Net Realized Capital Gain</u>
Money Market Fund	Monthly	N/A
Mortgage & Income Fund	Monthly	Annually
Bond Fund	Quarterly	Annually
Balanced Fund	Semi-annually	Annually
Monthly Income Fund	Monthly	Annually
Dividend Fund	Semi-annually	Annually
Growth Fund	Semi-annually	Annually
U.S. Equity Fund	Semi-annually	Annually
Monitored Conservative Portfolio	Quarterly	Annually
Monitored Balanced Portfolio	Semi-annually	Annually
Monitored Growth Portfolio	Semi-annually	Annually
Monitored Aggressive Portfolio	Semi-annually	Annually

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#### 3. Redeemable unit continuity

Each redeemable unit represents a beneficial interest ranking equally in all distributions when and as declared payable, including the proceeds of liquidation of Fund property.

An unlimited number of the Funds' redeemable units may be issued, which are redeemable at the Unitholder's option in accordance with the terms of the Declaration of Trust of the Funds. The capital of the Funds is represented by its redeemable units. The Funds' units are managed by the Manager-Trustee in accordance with the Funds' investment objectives, strategies and restrictions as outlined in the Simplified Prospectus, while maintaining sufficient liquidity to meet redemptions.

##### Classification of redeemable units issued by the Fund

Under IFRS, IAS 32 *Financial Instruments – Presentation* ("IAS 32") requires that issued capital of an entity which includes a contractual obligation for the issuer to repurchase or redeem the issued units for cash or another financial asset be classified as financial liabilities. The Funds' units do not meet the criteria in IAS 32 for classification as equity as a result of this redemption feature and therefore, have been classified as financial liabilities.

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## Educators Financial Group Inc. Funds

### Notes to the Financial Statements

June 30, 2021 (Unaudited)

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#### 4. Income taxes

The Money Market Fund, Mortgage & Income Fund, Bond Fund, Balanced Fund, Monthly Income Fund, Dividend Fund, Growth Fund, U.S. Equity Fund, Monitored Conservative Portfolio, Monitored Balanced Portfolio and Monitored Growth Portfolio each qualify as a Mutual Fund Trust under the Income Tax Act (the "Act"). The Funds are subject to tax under the Act on all of their taxable income for the year (including net taxable capital gains) and are permitted a deduction in computing taxable income for all amounts which are paid or payable in the year to the Unitholders. It is the policy of the Funds to allocate to the Unitholders all income of the Funds for the year, which then becomes taxable for the Unitholders. Accordingly, no provision for income taxes has been made in these financial statements. 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 deferred tax assets.

The Monitored Aggressive Portfolio qualifies as a unit trust under the provisions of the Act, and therefore is not subject to tax on net income, including net realized taxable capital gains for the taxation year, which are paid or payable to unitholders at the end of the taxation year. However, such part of the Fund's taxable income and net realized capital gains that is not paid or payable to unitholders will be taxable to the Fund.

As at the Funds most recent taxation year end of December 31, 2020 and 2019, the Funds had capital losses carried forward as follows:

	2020	2019
Mortgage & Income Fund	\$ 3,414,534	\$ 3,971,382
Bond Fund	-	146,739
Dividend Fund	7,969,937	6,963,017
Money Market Fund	2,414	-

The Funds currently incur withholding taxes imposed by Canada and the United States on investment income and 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.

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#### 5. Securities lending

The Funds lend portfolio securities to earn additional income. Income from securities lending is included in the Statements of Comprehensive Income of the Funds.

The Funds have entered into a securities lending program with RBC Investor Services Trust (the "Custodian" and "Securities Lending Agent"). The aggregate market value of all securities loaned by a Fund cannot exceed 50% of the assets of the Fund. The Funds receive collateral of at least 102% of the value of securities on loan. Collateral consists primarily of fixed income securities.

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## Educators Financial Group Inc. Funds

### Notes to the Financial Statements

June 30, 2021 (Unaudited)

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#### 5. Securities lending (continued)

The aggregate dollar value of the securities that were on loan and the collateral received by the Funds that remains outstanding as at June 30, 2021 and December 31, 2020 are as follows:

	<b>Market Value of Securities On Loan</b>	<b>Market Value of Collateral Received</b>	<b>Market Value of Securities On Loan</b>	<b>Market Value of Collateral Received</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
	<b><u>2021</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2020</u></b>
Money Market Fund	329,941	336,541	749,055	764,037
Mortgage & Income Fund	13,986,439	14,266,173	15,819,505	16,135,899
Bond Fund	5,020,637	5,121,054	5,558,254	5,669,423
Balanced Fund	23,724,338	24,198,833	25,989,893	26,509,695
Monthly Income Fund	3,439,562	3,508,357	3,130,690	3,193,307
Dividend Fund	30,981,000	31,600,630	19,726,555	20,121,092
Growth Fund	-	-	9,733,588	9,928,262
U.S. Equity Fund	17,274,276	17,619,767	11,707,723	11,941,883

Securities lending income reported in the Statements of Comprehensive Income is net of a securities lending charge which the Funds' Securities Lending Agent is entitled to receive. The Securities Lending Agent manages the Funds' securities lending program in accordance with NI 81-102 Investment Funds and charges a fee for the service.

The securities lending charges represent 40% of the gross securities lending income.

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## Educators Financial Group Inc. Funds

### Notes to the Financial Statements

June 30, 2021 (Unaudited)

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#### 5. Securities lending (continued)

For the period ended June 30, 2021, the securities lending income were as follows:

	Gross securities lending income	Securities lending charges	Net securities lending income	Withholding taxes on securities lending income	Net securities lending income received by the Fund
	\$	\$	\$	\$	\$
Money Market Fund	508	(203)	305	-	<b>305</b>
Mortgage & Income Fund	7,535	(3,014)	4,521	-	<b>4,521</b>
Bond Fund	3,274	(1,309)	1,965	-	<b>1,965</b>
Balanced Fund	13,948	(5,579)	8,369	(5)	<b>8,364</b>
Monthly Income Fund	2,538	(1,015)	1,523	-	<b>1,523</b>
Dividend Fund	11,938	(4,775)	7,163	(153)	<b>7,010</b>
Growth Fund	8,138	(3,255)	4,883	-	<b>4,883</b>
U.S. Equity Fund	9,074	(3,630)	5,444	(15)	<b>5,429</b>

For the period ended June 30, 2020, the securities lending income were as follows:

	Gross securities lending income	Securities lending charges	Net securities lending income	Withholding taxes on securities lending income	Net securities lending income received by the Fund
	\$	\$	\$	\$	\$
Money Market Fund	1,647	(659)	988	-	<b>988</b>
Mortgage & Income Fund	5,165	(2,066)	3,099	-	<b>3,099</b>
Bond Fund	3,150	(1,260)	1,890	-	<b>1,890</b>
Balanced Fund	13,269	(5,308)	7,961	(127)	<b>7,834</b>
Monthly Income Fund	3,074	(1,230)	1,844	(51)	<b>1,793</b>
Dividend Fund	9,034	(3,614)	5,420	(64)	<b>5,356</b>
Growth Fund	25,059	(10,024)	15,035	(66)	<b>14,969</b>
U.S. Equity Fund	13,243	(5,297)	7,946	(2,148)	<b>5,798</b>

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## Educators Financial Group Inc. Funds

### Notes to the Financial Statements

June 30, 2021 (Unaudited)

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#### 6. Management fees

The Manager-Trustee is responsible for the management of the overall business and operations of the Funds. The annual management fee rate applicable to each Fund is as follows:

Fund	Class A		Class E		Class F	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Money Market Fund	0.55%	0.55%	-	-	0.30%	-
Mortgage & Income Fund	1.10%	1.10%	-	-	0.40%	-
Bond Fund	1.10%	1.10%	-	-	0.45%	-
Balanced Fund	1.65%	1.65%	1.32%	1.32%	0.70%	-
Monthly Income Fund	1.15%	1.15%	-	-	0.55%	-
Dividend Fund	1.60%	1.60%	-	-	0.70%	-
Growth Fund	1.75%	1.75%	-	-	0.75%	-
U.S. Equity Fund	1.75%	1.75%	-	-	0.75%	-
Monitored Conservative Portfolio	1.45%	1.45%	1.16%	1.16%	0.55%	-
Monitored Balanced Portfolio	1.65%	1.65%	1.32%	1.32%	0.65%	-
Monitored Growth Portfolio	1.75%	1.75%	1.40%	1.40%	0.75%	-
Monitored Aggressive Portfolio	1.75%	1.75%	1.40%	1.40%	0.80%	-

The Manager-Trustee has elected to reduce the management fees for Money Market Fund. The management fee rates presented above relate to the contractual rates prior to any reduction. Management fees and related reductions are presented on a gross basis on the Statements of Comprehensive Income.

Expenses related to the Funds, including bookkeeping, accounting, registry and transfer agency services, services required in connection with the provision of information to investors, interest expenses, audit and legal fees, RSP fees and custodial charges are paid by the Manager-Trustee from management fees received. The Funds are responsible for paying any applicable harmonized sales taxes owing on management fees or expenses of the Funds.

The Class I units are identical in all respects to the Class A units, except that there is no management fee payable by the Funds in respect of the Class I units. Class E units are identical in all respects to the Class A units, except with respect to the management fee payable by the applicable Fund to the Manager. Class F units are available to investors who have a fee-based account with the Manager and are identical in all respects to the Class A units, except with respect to the management fee payable by the applicable Fund to the Manager. The Manager pays all the costs of the Portfolio Adviser and all custody fees and expenses. All of the other expenses are borne by the Class I units unless the Manager agrees to absorb or pay these expenses on behalf of the Class I units. Class I units may be purchased by any other Fund managed by the Manager which is investing in the Fund and other investors that the Manager may determine from time to time in its discretion. Such investors could include pension funds serving the education community or associated with the Manager. Individual investors may not purchase Class I units.



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## Educators Financial Group Inc. Funds

### Notes to the Financial Statements

June 30, 2021 (Unaudited)

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#### 7. Related party transactions

At June 30, 2021 and December 31, 2020, the parent company of the Manager-Trustee hold units of the Funds with an aggregate fair market value of the following:

Funds	Parent company of Manager Trustee	
	2021	2020
	\$	\$
Money Market Fund	4,403,274	4,744,372
Mortgage & Income Fund	1,141,517	1,115,711
Balanced Fund	13,841,866	12,865,589
Monthly Income Fund	90,304	82,590
Dividend Fund	158,364	116,439
U.S. Equity Fund	355,643	294,007
Monitored Conservative Portfolio	263,803	257,999
Monitored Balanced Portfolio	174,682	165,452
Monitored Growth Portfolio	180,066	165,736
Monitored Aggressive Portfolio	184,242	166,795
Total	\$ 20,793,761	\$ 19,974,690

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#### 8. Financial and Capital risk management

The Funds are exposed to various types of risks that are associated with their investment strategies, financial instruments and markets in which they invest. The most important risks include market risk (which includes other price risk, interest rate risk and currency risk), liquidity risk and credit risk. These risks and related risk management practices employed by the Funds are discussed below.

In March 2020, the World Health Organization declared the outbreak of a novel strain of coronavirus ("COVID-19"), a global pandemic. Due to the ongoing developments and uncertainty surrounding COVID-19, it is not possible to predict the continuing impact that COVID-19 will have on the Funds, its financial position, and/or its operating results in the future. To date, the COVID-19 pandemic has not had any significant adverse effect on the Funds' operations.

##### (a) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: other price risk, interest rate risk and currency risk. The investments of the Funds are subject to normal market fluctuations and the risks inherent of investment in financial markets. The Manager-Trustee moderates this risk through a careful selection of securities within specified limits and the Funds' market risk is managed through diversification of the investment portfolio. The Manager-Trustee also manages this risk by using four external investment managers to manage the investment portfolios. These investment managers monitor the Funds' overall market positions on a daily basis and positions are maintained within established ranges. Financial instruments held by each Fund are susceptible to market risk arising from uncertainties about future prices of the instruments.

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## Educators Financial Group Inc. Funds

### Notes to the Financial Statements

June 30, 2021 (Unaudited)

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#### 8. Financial and Capital risk management (continued)

##### Market risk (continued)

At June 30, 2021 and December 31, 2020, the overall market exposures were as follows:

	Fair value \$		% of Net Assets attributable to holders of redeemable units %	
	2021	2020	2021	2020
Money Market Fund	26,990,248	29,957,757	99.57	100.14
Mortgage & Income Fund	144,843,765	143,950,266	99.69	99.48
Bond Fund	55,149,315	50,213,410	99.20	99.23
Balanced Fund	286,529,746	261,531,819	99.80	99.88
Monthly Income Fund	55,710,584	52,713,464	99.63	99.06
Dividend Fund	182,388,979	153,698,457	100.51	99.53
Growth Fund	105,983,550	95,141,798	99.60	100.39
U.S. Equity Fund	124,335,239	118,876,980	100.04	99.91
Monitored Conservative Portfolio	66,265,580	53,981,015	99.46	99.95
Monitored Balanced Portfolio	56,387,699	49,076,125	99.60	99.91
Monitored Growth Portfolio	15,780,459	14,211,288	99.37	99.78
Monitored Aggressive Portfolio	3,698,367	2,817,919	98.96	99.61

##### (i) Other price risk and interest rate risk

At June 30, 2021 and December 31, 2020, the Funds' market risk is affected by two main components: changes in actual equity prices for equity securities and changes in interest rates for debt securities. As at June 30, 2021 and December 31, 2020, if the following indexes had increased (decreased) by 1%, using historical correlation between the return of the Funds' investments as compared to the return of the Funds' benchmark index, with all other variables held constant, this would have approximately increased (decreased) the net assets as follows:

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**Educators Financial Group Inc. Funds**  
**Notes to the Financial Statements**  
June 30, 2021 (Unaudited)

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**8. Financial and Capital risk management (continued)**

**(i) Other price risk and interest rate risk (continued)**

<b>June 30, 2021</b>	<b>Index</b>	<b>Increase in Net Assets attributable to holders of redeemable units \$</b>	<b>Decrease in Net Assets attributable to holders of redeemable units \$</b>
Money Market Fund	FTSE TMX Canada 91 Day T-Bill	141,000	(141,000)
Mortgage & Income Fund	FTSE TMX Short Term Bond	1,283,000	(1,283,000)
Bond Fund	FTSE TMX Canada Universe Bond		
Balanced Fund	S&P/TSX composite TR (35%), S&P 500 (12%), FTSE TMX Canada Universe Bond (40%) and MSCI EAFE TR (13%)		
Monthly Income Fund	FTSE TMX (3%), FTSE TMX Canada Universe Bond (27%) and S&P/TSX Composite (70%)	430,000	(430,000)
Dividend Fund	S&P/TSX 60		
Growth Fund	S&P/TSX composite	718,000	(718,000)
U.S. Equity Fund	S&P 500 TR		
Monitored Conservative Portfolio	FTSE TMX 91-day T-bill (5.0%), FTSE TMX Canada Short Term Bond (15.5%), FTSE TMX Canada Universe Bond (51.5%), S&P/TSX Composite TR (16.0%), S&P 500 TR – C\$ (6.5%) and MSCI EAFE TR – C\$ (5.5%)	714,000	(714,000)
Monitored Balanced Portfolio	FTSE TMX 91-day T-bill (5.0%), FTSE TMX Canada Short Term Bond (6.0%), FTSE TMX Canada Universe Bond (37.0%), S&P/TSX Composite TR (24.5%), S&P 500 TR – C\$ (15.0%) and MSCI EAFE TR – C\$ (12.5%)	602,000	(602,000)
Monitored Growth Portfolio	FTSE TMX Canada Short Term Bond (2.5%), FTSE TMX Canada Universe Bond (22.5%), S&P/TSX Composite TR (30.0%), S&P 500 TR – C\$ (25.0%) and MSCI EAFE TR – C\$ (20.0%)	167,000	(167,000)
Monitored Aggressive Portfolio	FTSE TMX Canada Universe Bond (10.0%), S&P/TSX Composite TR (27.5%), S&P 500 TR – C\$ (34.0%) and MSCI EAFE TR \$ (28.5%)	40,000	(40,000)

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**Educators Financial Group Inc. Funds**  
**Notes to the Financial Statements**  
June 30, 2021 (Unaudited)

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**8. Financial and Capital risk management (continued)**

**(ii) Other price risk and interest rate risk (continued)**

<b>December 31, 2020</b>	<b>Index</b>	<b>Increase in Net Assets attributable to holders of redeemable units \$</b>	<b>Decrease in Net Assets attributable to holders of redeemable units \$</b>
Money Market Fund	FTSE TMX Canada 91 Day T-Bill	252,000	(252,000)
Mortgage & Income Fund	FTSE TMX Short Term Bond	1,304,000	(1,304,000)
Bond Fund	FTSE TMX Canada Universe Bond	487,000	(487,000)
Balanced Fund	S&P/TSX composite TR (35%), S&P 500 (12%), FTSE TMX Canada Universe Bond (40%) and MSCI EAFE TR (13%)	2,547,000	(2,547,000)
Monthly Income Fund	FTSE TMX (3%), FTSE TMX Canada Universe Bond (27%) and S&P/TSX Composite (70%)	508,000	(508,000)
Dividend Fund	S&P/TSX 60	1,485,000	(1,485,000)
Growth Fund	S&P/TSX composite	921,000	(921,000)
U.S. Equity Fund	S&P 500 TR	1,231,000	(1,231,000)
Monitored Conservative Portfolio	FTSE TMX 91-day T-bill (5.0%), FTSE TMX Canada Short Term Bond (15.5%), FTSE TMX Canada Universe Bond (51.5%), S&P/TSX Composite TR (16.0%), S&P 500 TR – C\$ (6.5%) and MSCI EAFE TR – C\$ (5.5%)	584,000	(584,000)
Monitored Balanced Portfolio	FTSE TMX 91-day T-bill (5.0%), FTSE TMX Canada Short Term Bond (6.0%), FTSE TMX Canada Universe Bond (37.0%), S&P/TSX Composite TR (24.5%), S&P 500 TR – C\$ (15.0%) and MSCI EAFE TR – C\$ (12.5%)	521,000	(521,000)
Monitored Growth Portfolio	FTSE TMX Canada Short Term Bond (2.5%), FTSE TMX Canada Universe Bond (22.5%), S&P/TSX Composite TR (30.0%), S&P 500 TR – C\$ (25.0%) and MSCI EAFE TR – C\$ (20.0%)	149,000	(149,000)
Monitored Aggressive Portfolio	FTSE TMX Canada Universe Bond (10.0%), S&P/TSX Composite TR (27.5%), S&P 500 TR – C\$ (34.0%) and MSCI EAFE TR \$ (28.5%)	29,000	(29,000)

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## Educators Financial Group Inc. Funds

### Notes to the Financial Statements

June 30, 2021 (Unaudited)

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#### 8. Financial and Capital risk management (continued)

##### (i) Other price risk and interest rate risk (continued)

The historical correlation may not be representative of the future correlation, and accordingly the impact on Net assets attributable to holders of redeemable units could be materially different.

At June 30, 2021 and December 31, 2020, should interest rates have decreased (increased) by 100 basis points, with all other variables held constant, this would have approximately increased (decreased) the Net assets attributable to holders of redeemable units as follows:

	<b>Increase in Net Assets attributable to holders of redeemable units</b>	<b>Decrease in Net Assets attributable to holders of redeemable units</b>
<b>June 30, 2021</b>	<b>\$</b>	<b>\$</b>
Money Market Fund	35,000	(35,000)
Mortgage & Income Fund	3,618,000	(3,618,000)
Bond Fund	4,266,000	(4,266,000)
Balanced Fund	7,038,000	(7,038,000)
Monthly Income Fund	1,006,000	(1,006,000)
Dividend Fund	15,000	(15,000)
Growth Fund	1,000	(1,000)
U.S. Equity Fund	6,000	(6,000)

	<b>Increase in Net Assets attributable to holders of redeemable units</b>	<b>Decrease in Net Assets attributable to holders of redeemable units</b>
<b>December 31, 2020</b>	<b>\$</b>	<b>\$</b>
Money Market Fund	63,000	(63,000)
Mortgage & Income Fund	4,504,000	(4,504,000)
Bond Fund	4,135,000	(4,135,000)
Balanced Fund	6,658,000	(6,658,000)
Monthly Income Fund	994,000	(994,000)
Dividend Fund	9,000	(9,000)
Growth Fund	2,000	(2,000)
U.S. Equity Fund	5,000	(5,000)

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## Educators Financial Group Inc. Funds

### Notes to the Financial Statements

June 30, 2021 (Unaudited)

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#### 8. Financial and Capital risk management (continued)

As at June 30, 2021 and December 31, 2020, Monitored Conservative Portfolio, Monitored Balanced Portfolio, Monitored Growth Portfolio and Monitored Aggressive Portfolio's direct exposure to interest risk was negligible as the Portfolios had no significant exposure to interest-bearing investments and the underlying funds are non-interest bearing. The Portfolios were exposed to indirect interest rate risk to the extent the underlying funds invest in debt-based securities.

At June 30, 2021 and December 31, 2020, the exposure to debt instruments by the Funds by maturity is as follows:

	Less than 1 month	1 - 3 months	3 months - 1 year	1 - 5 years	More than 5 years
June 30, 2021	\$	\$	\$	\$	\$
Mortgage & Income Fund	2,294,853	67,836	-	33,620,677	27,177,362
Bond Fund	-	1,814,429	73,550	12,907,657	40,138,395
Balanced Fund	1,474,705	1,524,565	941,651	32,806,181	56,353,773
Monthly Income Fund	-	1,399,609	585,758	3,826,236	6,785,016

  

	Less than 1 month	1 - 3 months	3 months - 1 year	1 - 5 years	More than 5 years
December 31, 2020	\$	\$	\$	\$	\$
Mortgage & Income Fund	-	1,144,705	822,229	33,904,184	35,832,222
Bond Fund	-	1,249,707	24,996	13,616,848	34,815,962
Balanced Fund	-	1,249,698	1,308,378	24,703,395	55,544,889
Monthly Income Fund	-	-	-	4,319,282	6,851,564

For the remaining Funds, debt instruments have contractual maturities of less than one year and the balance of investments in these Funds are represented by equity instruments.

#### (ii) Currency risk

The Mortgage & Income Fund, Balanced Fund, Monthly Income Fund, Dividend Fund, Growth Fund and U.S. Equity Fund hold assets and liabilities that are denominated in currencies other than the Canadian Dollar - the functional currency of the Funds. They are therefore exposed to currency risk, as the value of the securities denominated in other currencies will fluctuate due to changes in exchange rates. The Mortgage & Income Fund, Monthly Income Fund and Dividend Fund use forward current contracts to mitigate exposure to currency risk. The tables below summarize the Funds' exposure to currency risks as at June 30, 2021 and December 31, 2020:

# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

June 30, 2021 (Unaudited)

### 8. Financial and Capital risk management (continued)

#### (ii) Currency risk (continued)

	Investments at fair value (\$)	Cash (\$)	Other assets (\$)	Forward currency contracts (\$)	Total assets (\$)	Impact on Net Assets attributable to holders of redeemable units <sup>(1)</sup> (\$)
	\$	\$	\$	\$	\$	\$
<b>Bond Fund</b>						
2021	6,383,129	8,250	67,621	(7,463,234)	(1,004,234)	(10,000)
2020	4,298,084	8,488	58,533	(4,113,746)	251,359	2,500
<b>Mortgage &amp; Income Fund</b>						
2021	-	35	-	-	35	-
2020	-	35	-	-	35	-
<b>Balanced Fund</b>						
2021	-	9,871	35,564	-	45,435	500
2020	-	10,286	43,107	-	53,393	500
<b>Monthly Income Fund</b>						
2021	7,764,830	10,865	8,194	-	7,783,889	77,800
2020	8,249,710	2,408	28,476	-	8,280,594	82,800
<b>Dividend Fund</b>						
2021	40,739,133	105,052	69,561	(40,740,070)	173,676	1,700
2020	35,831,975	102,068	51,986	(35,544,600)	441,429	4,400
<b>Growth Fund</b>						
2021	-	11,293	25,391	-	36,684	400
2020	-	4,258	5,056	-	9,314	100
<b>U.S. Equity Fund</b>						
2021	121,531,072	-	190,353	-	121,721,425	1,217,200
2020	115,947,754	-	160,011	-	116,107,765	1,161,100

<sup>(1)</sup> Impact of a 1% change in the Canadian dollar against the US dollar. The impact on the net assets may be an increase or decrease.

All exposure to currency risk relates to the United States Dollar, the currency in which all foreign assets are held.

As at June 30, 2021 and December 31, 2020, the Monitored Conservative Portfolio, Monitored Balanced Portfolio, Monitored Growth Portfolio and Monitored Aggressive Portfolio did not have direct exposure to currency risk as they invested in Canadian-dollar-denominated underlying funds. The Portfolios may additionally be indirectly exposed to currency risk through its investments in underlying funds, to the extent that investments in underlying funds hold financial investments that are denominated in a currency other than Canadian dollars.

The remaining Funds did not have significant exposure to currency risk as they are mainly invested in securities denominated in Canadian dollars.

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## **Educators Financial Group Inc. Funds**

### **Notes to the Financial Statements**

June 30, 2021 (Unaudited)

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#### **8. Financial and Capital risk management (continued)**

##### **(b) Liquidity risk**

Liquidity risk is the risk that the Funds will encounter difficulty in meeting obligations associated with financial liabilities. The Funds are exposed to daily cash redemptions of units on demand by the unitholders and other operating expenses. The ability to meet these needs is managed by retaining sufficient cash within the Funds, and by investing in securities which are highly liquid and readily convertible to cash. Therefore, the Funds' liquidity risk is considered to be minimal.

##### **(c) Credit risk**

Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Funds. The Funds' main credit risk concentrations are investments in short-term debt securities, fixed income bonds and asset backed securities. The maximum exposure to credit risk is the fair value of the short-term investments, bonds, debentures, asset-backed securities and other debt instruments. The Funds' exposure to credit risk relating to forward currency contracts is limited to the fair value recorded at period end.

The Funds limit their exposure to credit loss by placing the cash and short-term investments with high credit quality issuers. To maximize the credit quality of the investments, the Funds' investment managers perform ongoing credit evaluations based upon factors surrounding the credit risk of the issuer, historical trends and other information.

The Funds invest in financial assets, which have an investment grade as rated primarily by *Dominion Bond Rating Service*. Ratings for securities that subject the Funds to credit risk at June 30, 2021 and December 31, 2020 are noted below:



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## Educators Financial Group Inc. Funds

### Notes to the Financial Statements

June 30, 2021 (Unaudited)

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#### 8. Financial and Capital risk management (continued)

##### Credit risk (continued)

June 30, 2021	<u>by rating</u>							Not	Total
	AAA	AA	A	BBB	BB	B	CCC	Rated	
	%	%	%	%	%	%	%	%	%
Money Market Fund									
Short-term investments	56.83	43.17	-	-	-	-	-	-	100.00
Mortgage & Income Fund									
Bonds	13.88	3.46	33.66	41.70	-	-	-	-	92.70
Asset backed	4.41	-	-	-	-	-	-	-	4.41
Short-term investments	2.89	-	-	-	-	-	-	-	2.89
Bond Fund									
Bonds	3.29	5.93	30.65	32.66	16.25	0.44	-	-	89.22
Asset backed	1.68	-	-	-	-	-	-	-	1.68
Short-term investments	9.10	-	-	-	-	-	-	-	9.10
Balanced Fund									
Bonds	14.59	11.43	44.86	25.27	0.41	-	-	-	96.56
Asset backed	0.21	-	-	-	-	-	-	-	0.21
Short-term investments	1.65	-	-	-	-	-	-	1.58	3.23
Monthly Income Fund									
Bonds	22.03	6.34	20.68	32.97	-	-	-	-	82.02
Asset backed	3.04	3.14	0.69	-	-	-	-	-	6.87
Short-term investments	11.11	-	-	-	-	-	-	-	11.11
Dividend Fund									
Short-term investments	100.00	-	-	-	-	-	-	-	100.00
Growth Fund									
Short-term investments	59.39	40.61	-	-	-	-	-	-	100.00
U.S. Equity Fund									
Short-term investments	100.00	-	-	-	-	-	-	-	100.00

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**Educators Financial Group Inc. Funds**  
**Notes to the Financial Statements**  
June 30, 2021 (Unaudited)

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**8. Financial and Capital risk management (continued)**

**Credit risk (continued)**

December 31, 2020	<u>by rating</u>							Not	Total
	AAA	AA	A	BBB	BB	B	CCC	Rated	
	%	%	%	%	%	%	%	%	%
Money Market Fund									
Short-term investments	68.08	31.92	-	-	-	-	-	-	100.00
Mortgage & Income Fund									
Bonds	18.03	5.00	44.57	26.15	-	-	-	-	93.75
Asset backed	4.32	-	-	0.33	-	-	-	-	4.65
Short-term investments	1.60	-	-	-	-	-	-	-	1.60
Bond Fund									
Bonds	9.56	7.38	29.87	31.47	14.93	1.60	0.45	-	95.26
Asset backed	2.18	-	-	-	-	-	-	-	2.18
Short-term investments	2.56	-	-	-	-	-	-	-	2.56
Balanced Fund									
Bonds	15.55	11.41	48.91	20.81	0.45	-	-	0.37	97.50
Asset backed	0.63	-	-	-	-	-	-	-	0.63
Short-term investments	1.87	-	-	-	-	-	-	-	1.87
Monthly Income Fund									
Bonds	19.43	7.55	20.12	42.04	-	-	-	2.78	91.92
Asset backed	3.20	1.34	2.35	1.19	-	-	-	-	8.08
Dividend Fund									
Short-term investments	100.00	-	-	-	-	-	-	-	100.00
Growth Fund									
Short-term investments	100.00	-	-	-	-	-	-	-	100.00
U.S. Equity Fund									
Short-term investments	100.00	-	-	-	-	-	-	-	100.00

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# **Educators Financial Group Inc. Funds**

## **Notes to the Financial Statements**

June 30, 2021 (Unaudited)

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### **8. Financial and Capital risk management (continued)**

#### **(d) Concentration risk**

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographic region, asset type or sector. Individual Fund's concentration risk is mitigated by the monitoring of the Fund's investment portfolio to ensure compliance with Fund's investment guidelines. The Manager regularly monitors the Funds' positions and market events and diversifies investment portfolios within the constraints of the investment guidelines.

A summary of concentration of risks is disclosed in each Fund's Schedule of Investment Portfolio.

As at June 30, 2021 and December 31, 2020, the Monitored Conservative Portfolio, Monitored Balanced Portfolio, Monitored Growth Portfolio and Monitored Aggressive Portfolio had investments in underlying funds only. The Schedule of Investment Portfolio of the respective Portfolio provides information on investments in underlying funds.

#### **(e) 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 requirements. Unitholders are entitled to require payment of the NAV per unit of that Fund for all or any of the units of such unitholder by giving written notice to the Manager. The units are redeemable for cash equal to a pro rata share of the Fund's NAV.

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### **9. Financial instruments – Disclosures**

#### **Fair value disclosure**

IFRS 13 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurement) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows.

- |         |   |
|---------|---|
| Level 1 | Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Manager-Trustee has the ability to access at the measurement date.                          |
| Level 2 | Inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active. |
| Level 3 | Inputs that are unobservable. There is little if any market activity. Inputs into the determination of fair value require significant management judgment or estimation.                                |

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# **Educators Financial Group Inc. Funds**

## **Notes to the Financial Statements**

June 30, 2021 (Unaudited)

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### **9. Financial instruments – Disclosures (continued)**

#### **Fair value disclosure (continued)**

All fair value measurements are recurring. Fair values 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 subsequently ceases to be actively traded, it is transferred out of Level 1. In such cases, 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.

#### **(a) Equities**

The Funds' common stocks positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain of the Funds' common stocks do not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

#### **(b) Warrants**

Warrants that are not traded on an exchange have no market value readily available. When there are sufficient and reliable observable market inputs, a valuation technique is used. Warrants are classified as Level 2.

#### **(c) Fixed income investments**

Bonds are comprised primarily of government and corporate bonds, which are valued using models with inputs including interest rate curves, credit spreads and volatilities. The inputs that are significant to valuation are generally observable and therefore the Funds' bonds have been classified as Level 2. Asset backed securities are recorded in the financial statements at their estimated fair values determined by discounting the expected future cash flows at current market interest rates for loans with similar terms and credit risks.

#### **(d) Short-term investments**

Short-term investments are classified as Level 2.

#### **(e) Forward contracts**

Forward contracts 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 rates and credit spreads. Forward contracts are classified as Level 2.

#### **(f) Mutual funds**

Investments in mutual funds are classified as Level 2.

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## **Educators Financial Group Inc. Funds**

### **Notes to the Financial Statements**

June 30, 2021 (Unaudited)

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#### **9. Financial instruments – Disclosures (continued)**

##### **Financial instruments by category**

The carrying values of cash, interest and dividends receivable, subscriptions receivable, amounts due from brokers, bank overdraft, redemptions payable, distributions payable, amounts due to brokers, amounts due to Manager-Trustee and net assets attributable to holders of redeemable units approximate their fair values due to their short-term nature.

The following fair value hierarchy tables present information about the Funds' investments measured at fair value as at June 30, 2021 and December 31, 2020.

# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

June 30, 2021 (Unaudited)

### 9. Financial instruments – Disclosures (continued)

	Financial Assets at fair value as at June 30, 2021			
	Level 1	Level 2	Level 3	Total
<b>Money Market Fund</b>				
Short Term Investments	-	26,990,248	-	26,990,248
<b>Mortgage &amp; Income Fund</b>				
Asset Backed	-	3,035,248	-	3,035,248
Bonds	-	58,140,692	-	58,140,692
Mutual Funds	-	76,088,485	-	76,088,485
Preferred Shares	5,594,552	-	-	5,594,552
Short Term Investments	-	1,984,788	-	1,984,788
<b>Total Investments</b>	<b>5,594,552</b>	<b>139,249,213</b>	<b>-</b>	<b>144,843,765</b>
<b>Bond Fund</b>				
Asset Backed	-	927,196	-	927,196
Bonds	-	52,192,405	-	52,192,405
Preferred Shares	215,284	-	-	215,284
Short Term Investments	-	1,814,430	-	1,814,430
<b>Total Investments</b>	<b>215,284</b>	<b>54,934,031</b>	<b>-</b>	<b>55,149,315</b>
Derivative Assets - forward contracts	-	1,967	-	1,967
Derivative Liabilities - forward contracts	-	(80,833)	-	(80,833)
<b>Balanced Fund</b>				
Asset Backed	-	200,034	-	200,034
Bonds	-	89,901,571	-	89,901,571
Mutual Funds	-	108,773,874	-	108,773,874
Equities	84,654,997	-	-	84,654,997
Short Term Investments	-	2,999,270	-	2,999,270
<b>Total Investments</b>	<b>84,654,997</b>	<b>201,874,749</b>	<b>-</b>	<b>286,529,746</b>
<b>Monthly Income Fund</b>				
Asset Backed	-	864,214	-	864,214
Bonds	-	10,332,795	-	10,332,795
Mutual Funds	-	2,686,246	-	2,686,246
Equities	40,427,719	-	-	40,427,719
Short Term Investments	-	1,399,610	-	1,399,610
<b>Total Investments</b>	<b>40,427,719</b>	<b>15,282,865</b>	<b>-</b>	<b>55,710,584</b>
<b>Dividend Fund</b>				
Equities	178,340,134	-	-	178,340,134
Short Term Investments	-	4,048,845	-	4,048,845
<b>Total Investments</b>	<b>178,340,134</b>	<b>4,048,845</b>	<b>-</b>	<b>182,388,979</b>
Derivative Assets - forward contracts	-	9,492	-	9,492
Derivative Liabilities - forward contracts	-	(997,492)	-	(997,492)
<b>Growth Fund</b>				
Equities	105,184,149	-	-	105,184,149
Short Term Investments	-	799,401	-	799,401
<b>Total Investments</b>	<b>105,184,149</b>	<b>799,401</b>	<b>-</b>	<b>105,983,550</b>
<b>U.S. Equity Fund</b>				
Equities	121,531,072	-	-	121,531,072
Short Term Investments	-	2,804,167	-	2,804,167
<b>Total Investments</b>	<b>121,531,072</b>	<b>2,804,167</b>	<b>-</b>	<b>124,335,239</b>

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## Educators Financial Group Inc. Funds

### Notes to the Financial Statements

June 30, 2021 (Unaudited)

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#### 9. Financial instruments – Disclosures (continued)

	Financial Assets at fair value as at June 30, 2021			
	Level 1	Level 2	Level 3	Total
Monitored Conservative Portfolio Mutual Funds	-	66,265,580	-	66,265,580
Monitored Balanced Portfolio Mutual Funds	-	56,387,699	-	56,387,699
Monitored Growth Portfolio Mutual Funds	-	15,780,459	-	15,780,459
Monitored Aggressive Portfolio Mutual Funds	-	3,698,367	-	3,698,367

# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

June 30, 2021 (Unaudited)

### 9. Financial instruments – Disclosures (continued)

	Financial Assets at fair value as at December 31, 2020			
	Level 1	Level 2	Level 3	Total
Money Market Fund				
Short Term Investments	-	29,957,757	-	29,957,757
Mortgage & Income Fund				
Asset Backed	-	3,336,592	-	3,336,592
Bonds	-	67,222,043	-	67,222,043
Mutual Funds	-	72,246,926	-	72,246,926
Short Term Investments	-	1,144,705	-	1,144,705
Total Investments	-	143,950,266	-	143,950,266
Bond Fund				
Asset Backed	-	1,085,690	-	1,085,690
Bonds	-	47,347,120	-	47,347,120
Short Term Investments	-	1,274,703	-	1,274,703
Preferred Shares	-	505,897	-	505,897
Total Investments	-	50,213,410	-	50,213,410
Derivative Assets - forward contracts	-	88,155	-	88,155
Balanced Fund				
Asset Backed	-	519,836	-	519,836
Bonds	-	80,736,877	-	80,736,877
Mutual Funds	-	99,425,489	-	99,425,489
Equities	79,299,970	-	-	79,299,970
Short Term Investments	-	1,549,647	-	1,549,647
Total Investments	79,299,970	182,231,849	-	261,531,819
Monthly Income Fund				
Asset Backed	-	902,535	-	902,535
Bonds	-	10,268,311	-	10,268,311
Mutual Funds	-	2,685,530	-	2,685,530
Equities	38,851,659	5,429	-	38,857,088
Total Investments	38,851,659	13,861,805	-	52,713,464
Dividend Fund				
Equities	149,398,602	-	-	149,398,602
Short Term Investments	-	4,299,855	-	4,299,855
Total Investments	149,398,602	4,299,855	-	153,698,457
Derivative Assets - forward contracts	-	674,663	-	674,663
Derivative Liabilities - forward contracts	-	(19,691)	-	(19,691)
Growth Fund				
Equities	93,524,046	17,897	-	93,541,943
Short Term Investments	-	1,599,855	-	1,599,855
Total Investments	93,524,046	1,617,752	-	95,141,798
U.S. Equity Fund				
Equities	115,947,755	-	-	115,947,755
Short Term Investments	-	2,929,225	-	2,929,225
Total Investments	115,947,755	2,929,225	-	118,876,980



# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

June 30, 2021 (Unaudited)

### 9. Financial instruments – Disclosures (continued)

	Financial Assets at fair value as at December 31, 2020			
	Level 1	Level 2	Level 3	Total
Monitored Conservative Portfolio Mutual Funds	-	53,981,015	-	53,981,015
Monitored Balanced Portfolio Mutual Funds	-	49,076,125	-	49,076,125
Monitored Growth Portfolio Mutual Funds	-	14,211,288	-	14,211,288
Monitored Aggressive Portfolio Mutual Funds	-	2,817,919	-	2,817,919

There were no significant transfers from Level 1 to Level 2 during the period ended June 30, 2021 and year ended December 31, 2020. The Funds did not hold any investments classified as Level 3 during the period ended June 30, 2021 and year ended December 31, 2020.

### 10. Forward currency contracts

As at June 30, 2021, the Bond Fund and Dividend Fund had the following forward currency contracts:

#### June 30, 2021

	Buy Currency	Sell Currency		Maturity Date	Forward Contract Asset (Liability)
Bond Fund					
191,019	CAD	155,000	USD	29-Sep-21	(921)
219,584	CAD	182,000	USD	30-Jul-21	(5,789)
454,486	CAD	376,000	USD	31-Aug-21	(11,122)
688,296	CAD	560,000	USD	30-Jul-21	(5,163)
2,168,048	CAD	1,790,000	USD	31-Aug-21	(48,548)
1,705,896	CAD	1,376,000	USD	30-Jul-21	1,967
1,957,170	CAD	1,588,000	USD	29-Sep-21	(9,290)
Dividend Fund					
38,019,870	CAD	31,500,000	USD	2-Jul-21	(986,593)
40,729,871	CAD	32,900,000	USD	3-Aug-21	(10,899)
31,500,000	USD	38,997,000	CAD	2-Jul-21	9,492

# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

June 30, 2021 (Unaudited)

### 10. Forward currency contracts (continued)

As at December 31, 2020, the Bond Fund and Dividend Fund had the following forward currency contracts:

December 31, 2020

	Buy Currency	Sell Currency		Maturity Date	Forward Contract Asset (Liability)
<b>Bond Fund</b>					
38,318	CAD	30,000	USD	26-Feb-21	104
198,713	CAD	155,000	USD	31-Mar-21	1,287
1,065,342	CAD	831,000	USD	31-Mar-21	6,885
1,124,241	CAD	865,000	USD	26-Feb-21	22,411
1,774,642	CAD	1,348,000	USD	29-Jan-21	57,468
<b>Dividend Fund</b>					
34,798,058	CAD	26,800,000	USD	5-Jan-21	655,476
35,520,494	CAD	27,900,000	USD	2-Feb-21	(19,691)
26,800,000	USD	34,123,341	CAD	5-Jan-21	19,187

### 11. Investments with associates

The individual Funds have determined that all of the other mutual funds ('Investee Funds') in which they invest are unconsolidated associates. The table below describes the types of associates that the Fund does not consolidate but in which it can exercise significant influence.

The tables below set out interest held by the individual Funds in Investee Funds. The maximum exposure to loss is the carrying amounts of the financial assets held.

These assets are financed through the issue of units to investors.

<b>June 30, 2021</b>					
<b>Fund of Funds</b>	<b>Number of investee funds held</b>	<b>Total Net Assets of investee funds</b>	<b>Ownership interest</b>	<b>Carrying amount included in investments</b>	
Educators Monitored Conservative Portfolio	14	\$5,269,442,128		\$66,265,580	
<b>Underlying Fund</b>	<b>Relationship</b>	<b>Principal place of business</b>	<b>Total Net Assets of investee fund</b>	<b>Ownership interest</b>	<b>Carrying amount included in investments</b>
Educators Bond Fund, Class I	Investment	Canada	\$55,595,082	45.47%	\$25,276,747

# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

June 30, 2021 (Unaudited)

### 11. Investments with associates (continued)

December 31, 2020

Fund of Funds	Number of investee funds held	Total Net Assets of investee funds	Carrying amount included in investments
Educators Monitored Conservative Portfolio	11	\$4,558,662,390	\$53,981,015

Underlying Fund	Relationship	Principal place of business	Total Net Assets of investee fund	Ownership interest	Carrying amount included in investments in Statement of Financial Position
Educators Bond Fund, Class I	Investment	Canada	\$50,601,546	41.64%	\$21,071,971

June 30, 2021

Fund of Funds	Number of investee funds held	Total Net Assets of investee funds	Carrying amount included in investments
Educators Monitored Balanced Portfolio	15	\$5,316,261,402	\$56,387,699

Underlying Fund	Relationship	Principal place of business	Total Net Assets of investee fund	Ownership interest	Carrying amount included in investments
Educators Bond Fund, Class I	Investment	Canada	\$55,595,082	23.99%	\$13,335,404

December 31, 2020

Fund of Funds	Number of investee funds held	Total Net Assets of investee funds	Carrying amount included in investments
Educators Monitored Balanced Portfolio	13	\$4,958,561,407	\$49,076,125

Underlying Fund	Relationship	Principal place of business	Total Net Assets of investee fund	Ownership interest	Carrying amount included in investments in Statement of Financial Position
Educators Bond Fund, Class I	Investment	Canada	\$50,601,546	23.59%	\$11,934,534

# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

June 30, 2021 (Unaudited)

### 11. Investments with associates (continued)

June 30, 2021

Fund of Funds	Number of investee funds held	Total Net Assets of investee funds	Carrying amount included in investments
Educators Balanced Fund	2	\$2,007,858,191	\$108,773,874

Underlying Fund	Relationship	Principal place of business	Total Net Assets of investee fund	Ownership interest	Carrying amount included in investments in Statement of Financial Position
Beutel Goodman International Equity Fund, Class I	Investment	Canada	\$281,371,484	18.31%	\$51,522,158

December 31, 2020

Fund of Funds	Number of investee funds held	Total Net Assets of investee funds	Carrying amount included in investments
Educators Balanced Fund	2	\$2,031,258,145	\$99,425,493

Underlying Fund	Relationship	Principal place of business	Total Net Assets of investee fund	Ownership interest	Carrying amount included in investments in Statement of Financial Position
Beutel Goodman International Equity Fund, Class I	Investment	Canada	\$259,158,672	18.29%	\$47,400,947

During the current period and prior year, the individual Funds did not provide financial support to the Investee Funds and has no intention of providing financial or other support. The individual Funds can redeem its units in the above Investee Funds at any time, subject to liquidity of the Investee Fund.

### 12. Future accounting changes / Standards issued but not yet effective

Certain new accounting standards and amendments have been adopted as of January 1, 2021 and certain pronouncements have been issued by the IASB but are not yet effective. The Funds have determined there are no material implications to the Funds' financial statements arising from IFRS standards issued but not yet effective.

EDUCATORS MONEY MARKET FUND  
EDUCATORS MORTGAGE & INCOME FUND  
EDUCATORS BOND FUND  
EDUCATORS BALANCED FUND  
EDUCATORS MONTHLY INCOME FUND  
EDUCATORS DIVIDEND FUND  
EDUCATORS GROWTH FUND  
EDUCATORS U.S. EQUITY FUND  
EDUCATORS MONITORED CONSERVATIVE PORTFOLIO  
EDUCATORS MONITORED BALANCED PORTFOLIO  
EDUCATORS MONITORED GROWTH PORTFOLIO  
EDUCATORS MONITORED AGGRESSIVE PORTFOLIO

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