

AUDITED ANNUAL 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: December 31, 2021

**Educators Financial Group Inc. Funds**  
**Audited Annual Financial Statements**

December 31, 2021

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## Management's Responsibility for Financial Reporting

March 28, 2022

The accompanying financial statements of the Educators Financial Group Inc. Funds (the "Funds") have been prepared by Educators Financial Group Inc. (the "Manager-Trustee"). The Manager-Trustee of the Funds is responsible for the information and representations contained in these financial statements.

The Manager-Trustee maintains appropriate processes to ensure that relevant and reliable financial information is produced. The financial statements have been prepared in accordance International Financial Reporting Standards and include certain amounts that are based on estimates and judgements. The significant accounting policies which management believes are appropriate for the Funds are described in Note 2 to the financial statements.

The Board of Directors of Educators Financial Group Inc. is responsible for reviewing and approving the financial statements of the Funds and reviewing management's report of its financial reporting responsibilities.

Grant Thornton LLP, the external auditors of the Funds, have been appointed by the Board of Directors. Grant Thornton LLP have audited the financial statements in accordance with Canadian generally accepted auditing standards to enable them to express to unitholders their opinion on the financial statements. Their auditors' report is set out below.

*Signed "Chuck Hamilton"*

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**Chuck Hamilton**  
Chief Executive Officer, Educators Financial Group Inc.

# Independent auditor's report

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**Grant Thornton LLP**  
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To the Unitholders of

- Educators Money Market Fund
- Educators Mortgage & Income Fund
- Educators U.S. Equity Fund
- Educators Growth Fund
- Educators Balanced Fund
- Educators Dividend Fund
- Educators Monthly Income Fund
- Educators Bond Fund
- Educators Monitored Aggressive Portfolio
- Educators Monitored Balanced Portfolio
- Educators Monitored Conservative Portfolio
- Educators Monitored Growth Portfolio

Collectively referred to as the "Funds".

## Opinion

We have audited the financial statements of the Funds, which comprise the statements of financial position as at December 31, 2021, and December 31, 2020 and the statements of comprehensive income, statements of changes in net assets attributable to holders of redeemable units and statements of cash flows for the years then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the Funds present fairly, in all material respects, the financial position of the Funds as at December 31, 2021 and December 31, 2020, and its financial performance and its cash flows of the Funds for the years then ended in accordance with International Financial Reporting Standards (IFRS).

## Basis for Opinion

We conducted our audits in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Funds in accordance with the ethical requirements that are relevant to our audits of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Information Other than the Financial Statements and Auditor's Report Thereon**

Management is responsible for the other information. The other information comprises the Funds' Management Report of Fund Performance for each Fund to be filed with the relevant Canadian Securities Commissions.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audits of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRSs), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Funds or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Funds' financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Funds' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Funds to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audits.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

The engagement partner on the audit resulting in this independent auditor's report is Grant Cuyllé.

*Grant Thornton LLP*

Toronto, Canada  
March 28, 2022

Chartered Professional Accountants  
Licensed Public Accountants



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**Educators Money Market Fund****Statement of Financial Position***As at December 31*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 26,708	\$ 10,229
Interest receivable	9,599	5,513
Subscriptions receivable	503,843	134,348
Investments	<u>27,484,870</u>	<u>29,957,757</u>
<b>Total assets</b>	<b>\$ <u>28,025,020</u></b>	<b>\$ <u>30,107,847</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Redemptions payable	238,330	188,245
Distributions payable	-	87
Amounts due to Manager-Trustee (Note 6)	<u>4,497</u>	<u>4,009</u>
<b>Total liabilities</b>	<b><u>242,827</u></b>	<b><u>192,341</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>27,782,193</u></b>	<b>\$ <u>29,915,506</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	21,596,134	24,619,866
Class F	70,078	-
Class I	<u>6,115,981</u>	<u>5,295,640</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	2,159,613	2,461,987
Class F	7,007	-
Class I	<u>611,598</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 F	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****Statement of Comprehensive Income***Years ended December 31*

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	2021	2020
<b>Income</b>		
Interest for distribution purposes	\$ 63,531	\$ 225,434
Securities lending (Note 5)	403	1,379
<b>Total income</b>	<u>63,934</u>	<u>226,813</u>
<b>Expenses</b>		
Management fees (Note 6)	127,168	124,326
Independent review committee fees	2,213	2,213
Harmonised sales tax	4,577	7,951
	<u>133,958</u>	<u>134,490</u>
Less expenses waived/absorbed by Manager-Trustee (Note 6)	<u>(91,879)</u>	<u>(62,927)</u>
<b>Total expenses</b>	<u>42,079</u>	<u>71,563</u>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<u>\$ 21,855</u>	<u>\$ 155,250</u>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 10,892	\$ 114,093
Class F	\$ 10	\$ -
Class I	<u>\$ 10,953</u>	<u>\$ 41,157</u>
<b>Weighted average redeemable units outstanding during the year</b>		
Class A	2,310,017	2,261,528
Class F	4,986	-
Class I	<u>490,115</u>	<u>487,896</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 F	\$ 0.00	\$ -
Class I	<u>\$ 0.02</u>	<u>\$ 0.08</u>

# Educators Money Market Fund

## Statement 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 year</b>		
Class A	\$ 24,619,866	\$ 18,692,876
Class F	-	-
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	10,892	114,093
Class F	10	-
Class I	10,953	41,157
	<u>21,855</u>	<u>155,250</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(10,636)	(117,425)
Class F	(13)	-
Class I	(10,972)	(41,682)
<b>Total distributions to holders of redeemable units</b>	<u>(21,621)</u>	<u>(159,107)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	25,464,606	34,034,260
Class F	122,109	-
Class I	2,179,712	1,972,552
	<u>27,766,427</u>	<u>36,006,812</u>
Redemption of redeemable units		
Class A	(28,499,000)	(28,219,878)
Class F	(52,041)	-
Class I	(1,370,340)	(807,227)
	<u>(29,921,381)</u>	<u>(29,027,105)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	10,406	115,940
Class F	13	-
Class I	10,988	41,674
	<u>21,407</u>	<u>157,614</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>(2,133,547)</u>	<u>7,137,321</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	(3,023,732)	5,926,990
Class F	70,078	-
Class I	820,341	1,206,474
	<u>(2,133,313)</u>	<u>7,133,464</u>
<b>Net assets attributable to holders of redeemable units, end of year</b>		
Class A	21,596,134	24,619,866
Class F	70,078	-
Class I	6,115,981	5,295,640
	<u>27,782,193</u>	<u>29,915,506</u>

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**Educators Money Market Fund****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units** (continued)*Years ended December 31*

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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 years ended December 31, 2021 and 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	<b>2,461,987</b>	1,869,288
Units issued	<b>2,546,330</b>	3,402,219
Units issued from reinvested distributions	<b>1,040</b>	11,594
Units redeemed	<b>(2,849,744)</b>	(2,821,114)
Number of units, end of year	<b>2,159,613</b>	2,461,987
<b>Class F</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	-	-
Units issued	<b>12,210</b>	-
Units issued from reinvested distributions	<b>1</b>	-
Units redeemed	<b>(5,204)</b>	-
Number of units, end of year	<b>7,007</b>	-
<b>Class I</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	<b>529,564</b>	408,916
Units issued	<b>217,950</b>	197,133
Units issued from reinvested distributions	<b>1,099</b>	4,167
Units redeemed	<b>(137,015)</b>	(80,652)
Number of units, end of year	<b>611,598</b>	529,564

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**Educators Money Market Fund****Statement of Cash Flows***Years ended December 31*

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	2021	2020
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 21,855	\$ 155,250
Adjustments for:		
Purchase of investments	(133,928,789)	(180,844,078)
Proceeds from disposal of investments	136,401,676	173,638,867
(Increase) decrease in interest receivable	(4,086)	37,665
Increase (decrease) in amounts due to Manager-Trustee	488	(5,645)
Cash provided (used) by operating activities	<u>2,491,144</u>	<u>(7,017,941)</u>
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	27,396,932	35,996,462
Redemption of redeemable units	(29,871,296)	(28,959,575)
Distributions paid to holders of redeemable units, net of reinvested distributions	(301)	(1,611)
Cash (used) provided by financing activities	<u>(2,474,665)</u>	<u>7,035,276</u>
<b>Increase (decrease) in cash</b>	\$ <u>16,479</u>	\$ <u>17,335</u>
<b>Cash (Bank overdraft), beginning of year</b>	\$ <u>10,229</u>	\$ <u>(7,106)</u>
<b>Cash (Bank overdraft), end of year</b>	\$ <u>26,708</u>	\$ <u>10,229</u>
<b>Supplemental cash flow information:</b>		
Interest received	\$ 59,445	\$ 263,099

# Educators Money Market Fund

## Schedule of Investments

As at December 31, 2021

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>						
2,350,000	Bank of Nova Scotia	0.248%	7-Mar-22	\$ 2,348,802	\$ 2,348,802	
2,100,000	Canadian Imperial Bank of Commerce	0.242%	20-Jan-22	2,098,843	2,098,843	
625,000	HSBC Bank Canada	0.269%	14-Feb-22	624,600	624,600	
290,000	HSBC Bank Canada	0.222%	15-Feb-22	289,806	289,806	
1,400,000	HSBC Bank Canada	0.272%	7-Mar-22	1,399,062	1,399,062	
2,175,000	National Bank of Canada	0.220%	5-Jan-22	2,173,917	2,173,917	
200,000	Royal Bank of Canada	0.249%	26-Jan-22	199,884	199,884	
1,300,000	Royal Bank of Canada	0.271%	25-Feb-22	1,299,220	1,299,220	
950,000	Toronto-Dominion Bank	0.241%	18-Feb-22	948,879	948,879	
700,000	Toronto-Dominion Bank	0.240%	7-Mar-22	699,181	699,181	
				12,082,194	12,082,194	43.49
<b>Discount Commercial Paper</b>						
2,200,000	Central 1 Credit Union	0.289%	22-Feb-2022	2,198,922	2,198,922	
950,000	Clarity Trust	0.272%	18-Jan-2022	949,611	949,611	
1,250,000	Clarity Trust	0.291%	15-Feb-2022	1,249,113	1,249,113	
1,425,000	Honda Canada Finance Inc.	0.340%	8-Apr-2022	1,422,549	1,422,549	
1,600,000	Hydro One Inc.	0.252%	13-Jan-2022	1,599,072	1,599,072	
400,000	Hydro One Inc.	0.265%	27-Jan-2022	399,756	399,756	
2,000,000	OMERS Finance Trust	0.220%	7-Jan-2022	1,999,240	1,999,240	
				9,818,263	9,818,263	35.34
<b>Promissory Notes</b>						
860,000	Province of Alberta	0.200%	25-Jan-22	858,332	858,332	
1,230,000	Province of Alberta	0.199%	17-Mar-22	1,229,397	1,229,397	
				2,087,729	2,087,729	7.51
<b>Treasury Bills</b>						
1,100,000	Canadian Treasury Bill	0.171%	3-Mar-2022	1,099,417	1,099,417	
200,000	Canadian Treasury Bill	0.161%	17-Mar-2022	199,932	199,932	
500,000	Canadian Treasury Bill	0.319%	28-Apr-2022	499,205	499,205	
1,700,000	Province of Ontario	0.231%	2-Feb-2022	1,698,130	1,698,130	
				3,496,684	3,496,684	12.59
				27,484,870	27,484,870	98.93
<b>Total Investments</b>				\$ 27,484,870	\$ 27,484,870	98.93
<b>Other Assets Less Liabilities</b>					297,323	1.07
<b>Net Assets Attributable to Holders of Redeemable Units</b>					\$ 27,782,193	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
Treasury Bills	12.59%	5.60%
Bankers' Acceptances	43.49%	46.92%
Discount Commercial Paper	35.34%	33.34%
Promissory Notes	7.51%	-
Bearer Deposit Notes	-	5.60%
Government Bond	-	8.68%
Net Other Assets	1.07%	-0.14%
	<b>100.00%</b>	<b>100.00%</b>

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## Educators Mortgage & Income Fund

### Statement of Financial Position

As at December 31

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 624,975	\$ 110,640
Interest and dividends receivable	302,772	358,331
Subscriptions receivable	18,894	531,839
Due from brokers	-	668,925
Investments	131,238,845	143,950,266
<b>Total assets</b>	<b>\$ 132,185,486</b>	<b>\$ 145,620,001</b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Due to brokers	-	673,088
Redemptions payable	86,579	94,903
Amounts due to Manager-Trustee (Note 6)	143,575	151,165
<b>Total liabilities</b>	<b>230,154</b>	<b>919,156</b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ 131,955,332</b>	<b>\$ 144,700,845</b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	130,447,695	144,700,845
Class F	1,507,637	-
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	11,499,952	12,499,441
Class F	152,425	-
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	11.34	11.58
Class F	9.89	-

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

Signed: Chuck Hamilton, CEO

Signed: Stuart Mulcahy, CFO

# Educators Mortgage & Income Fund

## Statement of Comprehensive Income (Loss)

Years ended December 31

	2021	2020
<b>Income</b>		
Interest for distribution purposes	\$ 3,305,163	\$ 3,464,396
Securities lending (Note 5)	8,412	6,879
Other changes in fair value of investments:		
Net realized gain (loss)	545,997	1,066,284
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)	(3,464,820)	2,711,017
<b>Total income</b>	<b>394,752</b>	<b>7,235,890</b>
<b>Expenses</b>		
Management fees (Note 6)	1,574,094	1,466,374
Independent review committee fees	12,801	10,451
Transaction costs	16,498	-
Harmonised sales tax	203,217	189,749
<b>Total expenses</b>	<b>1,806,610</b>	<b>1,666,574</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ (1,411,858)</b>	<b>\$ 5,569,316</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ (1,408,683)	\$ 5,569,316
Class F	\$ (3,175)	\$ -
<b>Weighted average redeemable units outstanding during the year</b>		
Class A	12,483,531	11,668,452
Class F	79,011	-
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ (0.11)	\$ 0.48
Class F	\$ (0.04)	\$ -



# Educators Mortgage & Income Fund

## Statement 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 year</b>		
Class A	\$ 144,700,845	\$ 129,221,185
Class F	-	-
	<u>144,700,845</u>	<u>129,221,185</u>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	(1,408,683)	5,569,316
Class F	(3,175)	-
	<u>(1,411,858)</u>	<u>5,569,316</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(1,521,770)	(1,791,942)
Class F	(6,679)	-
<b>Total distributions to holders of redeemable units</b>	<u>(1,528,449)</u>	<u>(1,791,942)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	24,890,768	31,727,183
Class F	3,162,782	-
	<u>28,053,550</u>	<u>31,727,183</u>
Redemption of redeemable units		
Class A	(37,711,800)	(21,786,587)
Class F	(1,651,965)	-
	<u>(39,363,765)</u>	<u>(21,786,587)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	1,498,335	1,761,690
Class F	6,674	-
	<u>1,505,009</u>	<u>1,761,690</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>(9,805,206)</u>	<u>11,702,286</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	(14,253,150)	15,479,660
Class F	1,507,637	-
	<u>(12,745,513)</u>	<u>15,479,660</u>
<b>Net assets attributable to holders of redeemable units, end of year</b>		
Class A	130,447,695	144,700,845
Class F	1,507,637	-
	<u>131,955,332</u>	<u>144,700,845</u>

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**Educators Mortgage & Income Fund****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)***Years ended December 31*

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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 years ended December 31, 2021 and 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	12,499,441	11,485,494
Units issued	2,169,267	2,767,257
Units issued from reinvested distributions	130,840	154,450
Units redeemed	(3,299,596)	(1,907,760)
Number of units, end of year	11,499,952	12,499,441
<b>Class F</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	-	-
Units issued	317,751	-
Units issued from reinvested distributions	674	-
Units redeemed	(166,000)	-
Number of units, end of year	152,425	-

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**Educators Mortgage & Income Fund****Statement of Cash Flows***Years ended December 31*

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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	\$ (1,411,858)	\$ 5,569,316
Adjustments for:		
Net realized (gain) loss on sale of investments	(545,997)	(1,066,284)
Net change in unrealized (appreciation) depreciation in value of investments	3,464,820	(2,711,017)
Net change in unrealized (appreciation) depreciation on forward contracts	-	20,797
Purchase of investments	(80,481,409)	(90,921,928)
Proceeds from disposal of investments	90,269,844	79,606,420
(Increase) decrease in interest receivable	55,559	23,293
Increase (decrease) in amounts due to Manager-Trustee	(7,590)	9,835
Cash provided (used) by operating activities	11,343,369	(9,469,568)
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	28,566,495	31,258,393
Redemption of redeemable units	(39,372,089)	(21,707,767)
Distributions paid to holders of redeemable units, net of reinvested distributions	(23,440)	(30,252)
Cash (used) provided by financing activities	(10,829,034)	9,520,374
<b>Increase (decrease) in cash</b>	<b>\$ 514,335</b>	<b>\$ 50,806</b>
<b>Cash, beginning of year</b>	<b>\$ 110,640</b>	<b>\$ 59,834</b>
<b>Cash, end of year</b>	<b>\$ 624,975</b>	<b>\$ 110,640</b>
<b>Supplemental cash flow information:</b>		
Interest received	\$ 3,360,722	\$ 3,487,689

## Educators Mortgage & Income Fund

### Schedule of Investments

As at December 31, 2021

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>						
250,000	Canadian Treasury Bill	0.073%	6-Jan-2022	\$ 249,990	\$ 249,990	
				249,990	249,990	0.19
<b>Canadian Bonds</b>						
<b>Asset-Backed</b>						
1,925,000	Institutional Mortgage Securities Canada Inc.	1.936%	12-Sep-2024	649,564	652,579	
300,000	MCAP CMBS Issuer Corp.	3.600%	12-Apr-2054	88,259	89,141	
350,000	Real Estate Asset Liquidity Trust	3.239%	12-May-2025	358,120	363,516	
2,075,000	Real Estate Asset Liquidity Trust	2.557%	12-Oct-2049	239,006	242,830	
780,000	Real Estate Asset Liquidity Trust	2.870%	12-Nov-2052	409,893	411,921	
560,000	Real Estate Asset Liquidity Trust	3.072%	12-Aug-2053	335,491	341,666	
				2,080,333	2,101,653	1.59
<b>Corporate Bonds</b>						
990,000	AIMCo Realty Investors LP	2.195%	4-Nov-2026	990,000	999,024	
570,000	Bank of Montreal	2.370%	3-Feb-2025	569,994	579,810	
400,000	Bank of Montreal	1.551%	28-May-2026	400,000	392,784	
290,000	Bank of Nova Scotia	2.490%	23-Sep-2024	289,986	296,046	
780,000	Bank of Nova Scotia	1.850%	2-Nov-2026	779,805	772,038	
250,000	BCI QuadReal Realty	1.056%	12-Mar-2024	250,000	247,599	
500,000	bciMC Realty Corp.	3.000%	31-Mar-2027	503,511	523,870	
300,000	Bell Telephone Co of Canada or Bell Canada	2.750%	29-Jan-2025	308,853	307,560	
1,310,000	Brookfield Asset Management Inc.	4.820%	28-Jan-2026	1,490,077	1,438,082	
600,000	Brookfield Infrastructure Finance ULC	3.315%	22-Feb-2024	589,926	618,653	
1,000,000	Canadian Imperial Bank of Commerce	0.665%	10-Jun-2024	1,000,000	1,001,984	
370,000	Canadian Imperial Bank of Commerce	2.350%	28-Aug-2024	370,000	376,227	
750,000	Canadian Imperial Bank of Commerce	2.000%	17-Apr-2025	749,430	753,978	
200,000	Canadian Natural Resources Ltd.	1.450%	16-Nov-2023	200,152	199,349	
90,000	Canadian Natural Resources Ltd.	3.550%	3-Jun-2024	96,578	93,370	
760,000	Canadian Natural Resources Ltd.	3.420%	1-Dec-2026	818,453	796,422	
290,000	Canadian Pacific Railway Co.	1.589%	24-Nov-2023	290,000	290,440	
455,000	Canadian Western Bank	2.597%	6-Sep-2024	455,000	463,886	
80,000	Canadian Western Bank	2.606%	30-Jan-2025	81,978	81,567	
190,000	CARDS II Trust	3.127%	15-Nov-2024	190,000	193,677	
1,500,000	Choice Properties Real Estate Investment Trust	4.055%	24-Nov-2025	1,677,780	1,601,435	
2,090,000	Coast Capital Savings Credit Union	5.000%	3-May-2028	2,193,940	2,177,458	
740,000	Coast Capital Savings Federal Credit Union	0.920%	9-Dec-2022	740,000	740,892	
300,000	Coast Capital Savings Federal Credit Union	0.788%	27-Oct-2023	300,000	300,020	
800,000	Dream Industrial Real Estate Investment Trust	2.057%	17-Jun-2027	800,892	787,495	
530,000	Federation des Caisses Desjardins du Quebec	1.992%	28-May-2031	530,000	522,801	
300,000	First National Financial Corp.	3.582%	25-Nov-2024	300,000	309,813	
990,000	First National Financial Corp.	2.961%	17-Nov-2025	997,738	1,002,001	
650,000	Genworth MI Canada Inc.	4.242%	1-Apr-2024	655,545	680,732	
600,000	Genworth MI Canada Inc.	2.955%	1-Mar-2027	599,994	607,523	
310,000	Gibson Energy Inc.	2.450%	14-Jul-2025	309,392	313,545	
1,775,000	Granite REIT Holdings LP	3.062%	4-Jun-2027	1,870,974	1,845,060	
200,000	Intact Financial Corp.	1.207%	21-May-2024	200,000	198,111	
950,000	MCAP Commercial LP	4.151%	17-Jun-2024	994,615	988,199	
1,240,000	MCAP Commercial LP	3.743%	25-Aug-2025	1,283,938	1,282,106	
225,000	Pembina Pipeline Corp.	3.770%	24-Oct-2022	239,693	229,617	
740,000	Royal Bank of Canada	2.609%	1-Nov-2024	740,000	757,573	
960,000	Royal Bank of Canada	1.936%	1-May-2025	972,033	963,898	
700,000	Royal Bank of Canada	2.740%	25-Jul-2029	700,000	714,351	
2,280,000	Royal Bank of Canada	2.088%	30-Jun-2030	2,284,762	2,279,525	
910,000	Summit Industrial Income Real Estate Investment Trust	2.150%	17-Sep-2025	914,174	910,515	
540,000	Summit Industrial Income Real Estate Investment Trust	1.820%	1-Apr-2026	539,735	530,194	
1,510,000	Summit Industrial Income Real Estate Investment Trust	2.250%	12-Jan-2027	1,521,224	1,502,436	

# Educators Mortgage & Income Fund

## Schedule of Investments (continued)

As at December 31, 2021

Par Value or No. of Units	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
1,000,000	Suncor Energy Inc.	3.000%	14-Sep-2026	1,047,074	1,035,688	
220,000	Toronto-Dominion Bank	2.496%	2-Dec-2024	228,688	224,761	
400,000	Toronto-Dominion Bank	1.943%	13-Mar-2025	408,332	401,849	
430,000	Toronto-Dominion Bank	1.128%	9-Dec-2025	430,000	418,116	
300,000	Toronto-Dominion Bank	3.224%	25-Jul-2029	305,628	309,751	
4,740,000	Toronto-Dominion Bank	3.105%	22-Apr-2030	4,944,841	4,894,569	
390,000	TransCanada PipeLines Ltd.	0.725%	9-Jun-2024	390,000	390,419	
				39,544,735	39,346,819	29.82
<b>Government Bonds</b>						
200,000	Canada Housing Trust No 1	1.800%	15-Dec-2024	202,498	202,784	
4,595,000	Canada Housing Trust No 1	1.950%	15-Dec-2025	4,816,544	4,684,810	
2,525,000	Canada Housing Trust No 1	1.250%	15-Jun-2026	2,526,392	2,498,019	
4,000,000	Canada Housing Trust No 1	1.900%	15-Sep-2026	4,251,994	4,068,738	
250,000	Province of Alberta Canada	2.350%	1-Jun-2025	261,863	257,447	
1,000,000	Province of Manitoba	2.600%	2-Jun-2027	1,045,126	1,047,285	
1,500,000	Province of Saskatchewan Canada	2.650%	2-Jun-2027	1,662,870	1,575,408	
				14,767,287	14,334,491	10.86
				56,392,355	55,782,963	42.27
<b>Canadian Common Stocks</b>						
<b>Preferred Shares</b>						
24,800	Brookfield Asset Management Inc.			519,028	575,360	
80,000	Toronto-Dominion Bank			1,885,799	1,998,397	
				2,404,827	2,573,757	1.95
<b>Canadian Mutual Funds</b>						
6,547,112	HSBC Mortgage Fund, Institutional Series			69,913,306	69,627,224	
				69,913,306	69,627,224	52.77
<b>Foreign Bonds</b>						
<b>Australia</b>						
500,000	BHP Billiton Finance Ltd.	3.230%	15-May-2023	517,673	512,142	
				517,673	512,142	0.39
<b>United States</b>						
400,000	AT&T Inc.	4.000%	25-Nov-2025	440,988	427,574	
640,000	Bank of America Corp.	3.407%	20-Sep-2025	687,933	665,794	
390,000	Bank of America Corp.	1.035%	15-Sep-2027	390,000	393,859	
500,000	Citigroup Inc.	4.090%	9-Jun-2025	545,060	532,452	
460,000	Morgan Stanley	3.000%	7-Feb-2024	452,244	473,090	
				2,516,225	2,492,769	1.89
				3,033,898	3,004,911	2.28
<b>Total Investments</b>				\$ 131,994,376	\$ 131,238,845	99.46
<b>Transaction Costs</b>				(3,167)		
<b>Net Investments</b>				\$ 131,991,209	\$ 131,238,845	99.46
<b>Other Assets Less Liabilities</b>					716,487	0.54
<b>Net Assets Attributable to Holders of Redeemable Units</b>					\$ 131,955,332	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
Canadian Mutual Funds	52.77%	49.93%
Corporate Bonds	32.10%	30.37%
Preferred Shares	1.95%	-
Government Bonds	10.86%	16.08%
Asset-Backed Securities	1.59%	2.31%
Short-term investments	0.19%	0.79%
Net Other Assets	0.54%	0.52%
	<b>100.00%</b>	<b>100.00%</b>

# Educators Bond Fund

## Statement of Financial Position

As at December 31

	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 1,726,327	\$ 12,229
Interest and dividends receivable	324,026	303,504
Subscriptions receivable	40,575	17,248
Forward contracts (Note 10)	33,856	88,155
Investments	<u>58,673,354</u>	<u>50,213,410</u>
<b>Total assets</b>	<b>\$ <u>60,798,138</u></b>	<b>\$ <u>50,634,546</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Redemptions payable	707	16,688
Amounts due to Manager-Trustee (Note 6)	12,725	16,312
Forward contracts (Note 10)	<u>53,198</u>	<u>-</u>
<b>Total liabilities</b>	<b><u>66,630</u></b>	<b><u>33,000</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>60,731,508</u></b>	<b>\$ <u>50,601,546</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	11,822,560	15,950,776
Class F	619,492	-
Class I	<u>48,289,456</u>	<u>34,650,770</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	1,154,946	1,498,675
Class F	62,729	-
Class I	<u>4,601,941</u>	<u>3,173,583</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	10.24	10.64
Class F	9.88	-
Class I	<u>10.49</u>	<u>10.92</u>

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

Signed: Chuck Hamilton, CEO

Signed: Stuart Mulcahy, CFO

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**Educators Bond Fund****Statement of Comprehensive Income (Loss)***Years ended December 31*

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	2021	2020
<b>Income</b>		
Interest for distribution purposes	\$ 1,690,934	\$ 1,324,322
Securities lending (Note 5)	4,132	2,910
Other changes in fair value of investments:		
Net realized gain (loss)	(126,883)	1,403,631
Net realized gain (loss) on forward contracts	91,318	139,592
Net change in unrealized appreciation (depreciation) on forward contracts	(107,497)	88,155
Net change in unrealized appreciation (depreciation)	(1,774,844)	1,205,548
<b>Total income</b>	<b>(222,840)</b>	<b>4,164,158</b>
<b>Expenses</b>		
Management fees (Note 6)	162,051	122,333
Independent review committee fees	3,281	3,280
Harmonised sales tax	20,974	15,793
<b>Total expenses</b>	<b>186,306</b>	<b>141,406</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ (409,146)</b>	<b>\$ 4,022,752</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ (381,219)	\$ 977,794
Class F	\$ 7,337	\$ -
Class I	\$ (35,264)	\$ 3,044,958
<b>Weighted average redeemable units outstanding during the year</b>		
Class A	1,431,353	1,051,160
Class F	43,695	-
Class I	3,828,618	2,750,019
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ (0.27)	\$ 0.93
Class F	\$ 0.17	\$ -
Class I	\$ (0.01)	\$ 1.11

# Educators Bond Fund

## Statement 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 year</b>		
Class A	\$ 15,950,776	\$ 9,232,830
Class F	-	-
Class I	34,650,770	24,218,795
	<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	(381,219)	977,794
Class F	7,337	-
Class I	(35,264)	3,044,958
	<u>(409,146)</u>	<u>4,022,752</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(246,007)	(225,606)
Class F	(4,091)	-
Class I	(1,238,908)	(942,937)
	<u>(1,489,006)</u>	<u>(1,168,543)</u>
From net realized gains		
Class A	(18,145)	(376,349)
Class F	(934)	-
Class I	(71,708)	(825,060)
	<u>(90,787)</u>	<u>(1,201,409)</u>
<b>Total distributions to holders of redeemable units</b>	<u>(1,579,793)</u>	<u>(2,369,952)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	1,913,221	7,564,896
Class F	888,025	-
Class I	15,621,042	10,147,673
	<u>18,422,288</u>	<u>17,712,569</u>
Redemption of redeemable units		
Class A	(5,660,218)	(1,824,744)
Class F	(275,870)	-
Class I	(1,947,092)	(2,760,656)
	<u>(7,883,180)</u>	<u>(4,585,400)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	264,152	601,955
Class F	5,025	-
Class I	1,310,616	1,767,997
	<u>1,579,793</u>	<u>2,369,952</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>12,118,901</u>	<u>15,497,121</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	(4,128,216)	6,717,946
Class F	619,492	-
Class I	13,638,686	10,431,975
	<u>10,129,962</u>	<u>17,149,921</u>
<b>Net assets attributable to holders of redeemable units, end of year</b>		
Class A	11,822,560	15,950,776
Class F	619,492	-
Class I	48,289,456	34,650,770
	<u>60,731,508</u>	<u>50,601,546</u>

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**Educators Bond Fund****Statement of Change in Net Assets Attributable to Holders of Redeemable Units** (continued)*Years ended December 31*

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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 years ended December 31, 2021 and 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	<b>1,498,675</b>	910,353
Units issued	<b>184,853</b>	705,143
Units issued from reinvested distributions	<b>25,985</b>	57,129
Units redeemed	<b>(554,567)</b>	(173,950)
Number of units, end of year	<b>1,154,946</b>	1,498,675
<b>Class F</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	-	-
Units issued	<b>90,142</b>	-
Units issued from reinvested distributions	<b>509</b>	-
Units redeemed	<b>(27,922)</b>	-
Number of units, end of year	<b>62,729</b>	-
<b>Class I</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	<b>3,173,583</b>	2,329,983
Units issued	<b>1,487,520</b>	934,209
Units issued from reinvested distributions	<b>125,448</b>	163,902
Units redeemed	<b>(184,610)</b>	(254,511)
Number of units, end of year	<b>4,601,941</b>	3,173,583



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**Educators Bond Fund****Statement of Cash Flows***Years ended December 31*

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	2021	2020
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (409,146)	\$ 4,022,752
Adjustments for:		
Net realized (gain) loss on sale of investments	126,883	(1,403,631)
Net change in unrealized (appreciation) depreciation in value of investments	1,774,844	(1,205,548)
Net change in unrealized (appreciation) depreciation on forward contracts	107,497	(88,155)
Purchase of investments	(110,783,177)	(120,592,426)
Proceeds from disposal of investments	100,421,506	106,161,031
(Increase) decrease in interest and dividends receivable	(20,522)	(136,337)
Increase (decrease) in amounts due to Manager-Trustee	(3,587)	6,321
Cash provided (used) by operating activities	<u>(8,785,702)</u>	<u>(13,235,993)</u>
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	18,398,961	17,816,357
Redemption of redeemable units	<u>(7,899,161)</u>	<u>(4,596,570)</u>
Cash provided (used) by operating activities	<u>10,499,800</u>	<u>13,219,787</u>
<b>Increase (decrease) in cash</b>	\$ <u>1,714,098</u>	\$ <u>(16,206)</u>
<b>Cash, beginning of year</b>	\$ <u>12,229</u>	\$ <u>28,435</u>
<b>Cash, end of year</b>	\$ <u>1,726,327</u>	\$ <u>12,229</u>
<b>Supplemental cash flow information:</b>		
Interest received	\$ 1,670,412	\$ 1,187,985

## Educators Bond Fund

### Schedule of Investments

As at December 31, 2021

						% of
						Net Assets
						Attributable to
						Holders of
Par Value or	Description	Coupon	Maturity	Average	Fair	Redeemable Units
No. of Units		Rate	Date	Cost	Value	
Short-Term Investments						
Treasury Bills						
325,000	Canadian Treasury Bill	0.122%	3-Mar-2022	\$ 324,927	\$ 324,927	
290,000	Canadian Treasury Bill	0.166%	31-Mar-2022	289,920	289,920	
				614,847	614,847	1.01
Canadian Bonds						
Asset-Backed						
1,349,000	Canadian Mortgage Pools	1.840%	1-Dec-2022	702,562	708,492	
				702,562	708,492	1.17
Corporate Bonds						
1,362,000	Air Canada	4.625%	15-Aug-2029	1,362,000	1,359,730	
298,000	ARC Resources Ltd.	2.354%	10-Mar-2026	298,000	298,041	
635,000	Bank of Montreal	2.850%	6-Mar-2024	651,466	652,132	
202,000	Bank of Nova Scotia	1.850%	2-Nov-2026	201,950	199,938	
755,000	Bell Canada Inc.	1.650%	16-Aug-2027	757,982	728,532	
188,000	Bell Canada Inc.	2.200%	29-May-2028	187,769	185,836	
312,000	Brookfield Infrastructure Finance ULC	2.855%	1-Sep-2032	302,278	305,485	
23,000	Canadian Imperial Bank of Commerce	2.000%	17-Apr-2025	23,786	23,122	
1,397,000	Canadian Imperial Bank of Commerce	1.960%	21-Apr-2031	1,402,095	1,378,724	
357,000	Canadian Imperial Bank of Commerce	4.000%	28-Jan-2082	357,000	350,796	
306,000	Cenovus Energy Inc.	3.500%	7-Feb-2028	292,227	320,409	
532,000	CU Inc.	4.947%	18-Nov-2050	743,566	725,848	
44,000	Enbridge Gas Inc.	9.850%	2-Dec-2024	60,078	53,764	
232,000	Enbridge Gas Inc.	8.650%	10-Nov-2025	311,107	287,647	
897,000	Enbridge Gas Inc.	7.600%	29-Oct-2026	1,166,764	1,121,466	
118,000	Enbridge Inc.	6.625%	12-Apr-2078	136,202	133,736	
366,000	Enbridge Pipelines Inc.	6.350%	17-Nov-2023	420,217	396,634	
61,000	Enbridge Pipelines Inc.	8.200%	15-Feb-2024	75,009	68,735	
117,000	EPCOR Utilities Inc.	2.899%	19-May-2050	117,000	114,412	
707,000	Ford Credit Canada Co.	2.961%	16-Sep-2026	707,000	692,198	
194,000	Fortis Inc.	2.180%	15-May-2028	193,899	193,813	
365,000	Gibson Energy Inc.	5.250%	22-Dec-2080	365,000	367,640	
689,000	Intact Financial Corp.	4.125%	31-Mar-2081	689,000	702,071	
732,000	Inter Pipeline Ltd.	2.734%	18-Apr-2024	739,379	742,251	
361,000	Inter Pipeline Ltd.	3.983%	25-Nov-2031	361,000	371,380	
170,000	MEG Energy Corp.	7.125%	1-Feb-2027	225,263	229,001	
101,000	NOVA Gas Transmission Ltd.	6.590%	1-Dec-2027	126,188	120,825	
722,000	Parkland Corp.	3.875%	16-Jun-2026	722,000	718,841	
357,000	Pembina Pipeline Corp.	4.800%	25-Jan-2081	357,358	352,022	
237,000	Penske Truck Leasing Canada Inc.	2.850%	7-Dec-2022	243,726	240,230	
642,000	Ritchie Bros Holdings Ltd.	4.950%	15-Dec-2029	642,000	654,840	
1,428,000	Rogers Communications Inc.	5.000%	17-Dec-2081	1,428,000	1,449,458	
584,000	Royal Bank of Canada	1.936%	1-May-2025	592,048	586,371	
558,000	Royal Bank of Canada	1.589%	4-May-2026	556,925	549,586	
941,000	Royal Bank of Canada	4.500%	24-Nov-2080	961,247	986,804	
1,136,000	Royal Bank of Canada	4.000%	24-Feb-2081	1,147,063	1,160,240	
181,000	SNC-Lavalin Group Inc.	3.800%	19-Aug-2024	181,000	185,808	
452,000	Stantec Inc.	2.048%	8-Oct-2027	452,000	443,210	
185,000	Sun Life Financial Inc.	2.460%	18-Nov-2031	184,922	187,191	
398,000	Sun Life Financial Inc.	2.800%	21-Nov-2033	397,924	407,021	
184,000	Sun Life Financial Inc.	3.600%	30-Jun-2081	184,000	181,010	
188,000	Superior Plus LP	4.500%	15-Mar-2029	237,951	244,435	
296,000	Toronto-Dominion Bank	1.888%	8-Mar-2028	295,499	291,357	
358,000	Toronto-Dominion Bank	3.600%	31-Oct-2081	358,000	347,618	
283,000	TransCanada PipeLines Ltd.	8.290%	5-Feb-2026	371,243	344,695	
10,000	TransCanada PipeLines Ltd.	7.310%	15-Jan-2027	12,535	12,053	
1,075,000	TransCanada PipeLines Ltd.	7.900%	15-Apr-2027	1,395,377	1,340,144	
211,000	TransCanada PipeLines Ltd.	8.210%	25-Apr-2030	295,191	283,609	

# Educators Bond Fund

## Schedule of Investments (continued)

As at December 31, 2021

Par Value or No. of Units	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
100,000	TransCanada Trust	4.650%	18-May-2077	98,995	102,997	
238,000	Ventas Canada Finance Ltd.	3.300%	1-Dec-2031	237,177	242,354	
330,000	Videotron Ltd.	3.625%	15-Jun-2028	330,000	324,878	
550,000	Videotron Ltd.	4.500%	15-Jan-2030	561,250	563,807	
596,000	Westcoast Energy Inc.	8.850%	21-Jul-2025	785,856	728,279	
183,000	Westcoast Energy Inc.	7.300%	18-Dec-2026	232,584	224,702	
42,000	Westcoast Energy Inc.	7.150%	20-Mar-2031	55,954	55,392	
306,000	WSP Global Inc	2.408%	19-Apr-2028	306,000	305,350	
				25,897,050	25,638,468	42.21
<b>Government Bonds</b>						
1,449,000	Canadian Government Bond	1.500%	1-Jun-2023	1,469,064	1,462,289	
909,000	Canadian Government Bond	1.250%	1-Mar-2027	906,809	907,084	
226,000	Canadian Government Bond	1.250%	1-Jun-2030	219,082	224,360	
371,000	Canadian Government Bond	1.500%	1-Jun-2031	365,757	373,636	
2,471,000	Canadian Government Bond	2.000%	1-Dec-2051	2,757,173	2,659,202	
1,189,000	Province of Alberta	2.350%	1-Jun-2025	1,249,555	1,224,419	
1,734,000	Province of Alberta	2.050%	1-Jun-2030	1,793,911	1,742,182	
926,000	Province of Alberta	3.100%	1-Jun-2050	1,044,917	1,028,687	
450,000	Province of British Columbia	2.800%	18-Jun-2048	508,764	482,939	
676,000	Province of British Columbia	2.950%	18-Jun-2050	737,920	750,381	
368,000	Province of Ontario	2.400%	2-Jun-2026	388,815	381,254	
1,151,000	Province of Ontario	1.050%	8-Sep-2027	1,140,018	1,111,298	
387,000	Province of Ontario	2.800%	2-Jun-2048	412,597	411,597	
426,000	Province of Ontario	1.850%	1-Feb-2027	449,230	431,053	
4,277,000	Province of Ontario	1.900%	2-Dec-2051	3,811,414	3,783,080	
751,000	Province of Ontario	2.150%	2-Jun-2031	742,092	759,089	
897,000	Province of Ontario	3.450%	2-Jun-2045	1,010,632	1,052,696	
1,209,000	Province of Quebec	3.500%	1-Dec-2045	1,416,022	1,441,386	
810,000	Province of Quebec	3.500%	1-Dec-2048	1,001,585	979,176	
775,000	Province of Quebec	3.100%	1-Dec-2051	906,796	888,310	
59,000	Province of Quebec	2.850%	1-Dec-2053	59,753	64,787	
				22,391,906	22,158,905	36.49
				48,991,518	48,505,865	79.87
<b>Foreign Bonds</b>						
<b>Australia</b>						
537,000	Macquarie Group Ltd.	2.723%	21-Aug-2029	537,000	533,940	
				537,000	533,940	0.88
<b>Cayman Islands</b>						
380,000	Avolon Holdings Funding Ltd.	3.250%	15-Feb-2027	471,770	483,970	
				471,770	483,970	0.80
<b>France</b>						
280,000	BNP Paribas SA	2.538%	13-Jul-2029	280,000	278,211	
				280,000	278,211	0.46
<b>Jersey</b>						
411,000	Heathrow Funding Ltd.	3.726%	13-Apr-2033	425,997	427,232	
483,000	Heathrow Funding Ltd.	2.694%	13-Oct-2027	483,000	484,996	
				908,997	912,228	1.50
<b>Mexico</b>						
183,000	Coca-Cola Femsa SAB de CV	2.750%	22-Jan-2030	236,695	236,774	
				236,695	236,774	0.39
<b>United States</b>						
744,000	Air Lease Corp.	2.625%	5-Dec-2024	754,988	751,781	
955,000	Bank of America Corp.	1.978%	15-Sep-2027	955,129	943,153	
580,000	BOC Aviation USA Corp.	1.625%	29-Apr-2024	723,024	731,981	
188,000	CCO Holdings LLC / CCO Holdings Capital Corp.	5.000%	1-Feb-2028	238,621	247,447	
88,000	Duke Energy Corp.	3.250%	15-Jan-2082	111,271	108,500	
215,000	Goldman Sachs Group Inc.	0.848%	29-Apr-2025	215,000	215,610	

# Educators Bond Fund

## Schedule of Investments (continued)

As at December 31, 2021

Par Value or No. of Units	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
620,000	Goldman Sachs Group Inc.	2.599%	30-Nov-2027	620,000	627,675	
188,000	JBS USA Holdings, Inc.	3.750%	1-Dec-2031	227,471	241,376	
210,000	JPMorgan Chase & Co.	1.896%	5-Mar-2028	210,000	206,600	
220,000	Mileage Plus Holdings LLC	6.500%	20-Jun-2027	301,231	297,070	
187,000	MSCI Inc.	4.000%	15-Nov-2029	240,904	247,231	
675,000	New Economy Assets Phase 1 Sponsor LLC	1.910%	20-Oct-2061	857,292	837,587	
270,000	Organon & Co / Organon Foreign Debt Co-Issuer BV	4.125%	30-Apr-2028	340,075	347,183	
269,000	Pilgrim's Pride Corp.	3.500%	1-Mar-2032	344,682	343,750	
188,000	T-Mobile USA Inc.	3.375%	15-Apr-2029	230,353	242,381	
364,000	Verizon Communications Inc.	2.375%	22-Mar-2028	363,439	364,535	
356,000	Verizon Communications Inc.	2.500%	16-May-2030	365,031	353,659	
				7,098,511	7,107,519	11.70
				9,532,973	9,552,642	15.73
<b>Total Investments</b>				\$ 59,139,338	\$ 58,673,354	96.61
<b>Other Assets Less Liabilities</b>					2,058,154	3.39
<b>Net Assets Attributable to Holders of Redeemable Units</b>					\$ 60,731,508	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

Asset Type	As a % of Fund's Net Assets attributable to holders of redeemable units	
	2021	2020
Government Bonds	36.49%	30.91%
Corporate Bonds	57.94%	62.65%
Asset-Backed Securities	1.17%	2.15%
Short-term investments	1.01%	2.52%
Preferred Shares	-	1.00%
Net Other Assets (Liabilities)	3.39%	0.77%
	<b>100.00%</b>	<b>100.00%</b>

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**Educators Balanced Fund****Statement of Financial Position***As at December 31*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 16,476	\$ 34,144
Interest and dividends receivable	589,622	518,985
Subscriptions receivable	287,802	310,897
Investments	<u>297,499,749</u>	<u>261,531,819</u>
<b>Total assets</b>	<b>\$ <u>298,393,649</u></b>	<b>\$ <u>262,395,845</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Due to brokers	1,034,578	-
Redemptions payable	200,530	154,462
Distributions payable	-	131
Amounts due to Manager-Trustee (Note 6)	<u>449,872</u>	<u>406,795</u>
<b>Total liabilities</b>	<b><u>1,684,980</u></b>	<b><u>561,388</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>296,708,669</u></b>	<b>\$ <u>261,834,457</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	274,423,414	250,171,023
Class E	13,621,022	11,663,434
Class F	<u>8,664,233</u>	<u>-</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	12,981,545	12,275,259
Class E	1,196,025	1,063,819
Class F	<u>909,817</u>	<u>-</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	21.14	20.38
Class E	11.39	10.96
Class F	<u>9.52</u>	<u>-</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 Balanced Fund**  
**Statement of Comprehensive Income**  
*Years ended December 31*

	2021	2020
<b>Income</b>		
Interest for distribution purposes	\$ 4,293,926	\$ 5,467,593
Dividends	2,396,362	2,545,492
Securities lending (Note 5)	15,760	16,532
Other changes in fair value of investments:		
Net realized gain (loss)	19,667,274	10,515,299
Net change in unrealized appreciation (depreciation)	4,327,645	(1,176,631)
<b>Total income</b>	<b>30,700,967</b>	<b>17,368,285</b>
<b>Expenses</b>		
Management fees (Note 6)	4,613,582	4,043,652
Independent review committee fees	18,690	18,690
Transaction costs	32,081	41,055
Withholding taxes	105	295
Harmonised sales tax	596,630	522,898
<b>Total expenses</b>	<b>5,261,088</b>	<b>4,626,590</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 25,439,879</b>	<b>\$ 12,741,695</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 24,112,938	\$ 11,302,945
Class E	\$ 1,197,674	\$ 1,438,750
Class F	\$ 129,267	\$ -
<b>Weighted average redeemable units outstanding during the year</b>		
Class A	12,437,794	12,334,256
Class E	1,104,495	1,001,105
Class F	426,065	-
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 1.94	\$ 0.92
Class E	\$ 1.08	\$ 1.44
Class F	\$ 0.30	\$ -

# Educators Balanced Fund

## Statement 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 year</b>		
Class A	\$ 250,171,023	\$ 257,305,616
Class E	11,663,434	-
Class F	-	-
	<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	24,112,938	11,302,945
Class E	1,197,674	1,438,750
Class F	129,267	-
	<u>25,439,879</u>	<u>12,741,695</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(947,987)	(3,242,580)
Class E	(76,190)	(210,373)
Class F	(99,478)	-
	<u>(1,123,655)</u>	<u>(3,452,953)</u>
From net realized gains		
Class A	(13,501,258)	(5,770,125)
Class E	(667,387)	(267,158)
Class F	(417,123)	-
	<u>(14,585,768)</u>	<u>(6,037,283)</u>
<b>Total distributions to holders of redeemable units</b>	<u>(15,709,423)</u>	<u>(9,490,236)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	36,573,298	23,132,511
Class E	1,868,511	10,815,996
Class F	15,629,038	-
	<u>54,070,847</u>	<u>33,948,507</u>
Redemption of redeemable units		
Class A	(36,384,093)	(41,541,283)
Class E	(1,108,597)	(591,617)
Class F	(7,094,072)	-
	<u>(44,586,762)</u>	<u>(42,132,900)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	14,399,493	8,983,939
Class E	743,577	477,836
Class F	516,601	-
	<u>15,659,671</u>	<u>9,461,775</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>25,143,756</u>	<u>1,277,382</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	24,252,391	(7,134,593)
Class E	1,957,588	11,663,434
Class F	8,664,233	-
	<u>34,874,212</u>	<u>4,528,841</u>
<b>Net assets attributable to holders of redeemable units, end of year</b>		
Class A	274,423,414	250,171,023
Class E	13,621,022	11,663,434
Class F	8,664,233	-
	<u>296,708,669</u>	<u>261,834,457</u>

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**Educators Balanced Fund****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units** (continued)*Years ended December 31*

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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 years ended December 31, 2021 and 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	<b>12,275,259</b>	12,805,897
Units issued	<b>1,697,845</b>	1,182,078
Units issued from reinvested distributions	<b>688,198</b>	442,728
Units redeemed	<b>(1,679,757)</b>	(2,155,444)
Number of units, end of year	<b>12,981,545</b>	12,275,259
<b>Class E</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	<b>1,063,819</b>	-
Units issued	<b>162,272</b>	1,075,843
Units issued from reinvested distributions	<b>65,970</b>	43,780
Units redeemed	<b>(96,036)</b>	(55,804)
Number of units, end of year	<b>1,196,025</b>	1,063,819
<b>Class F</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	-	-
Units issued	<b>1,565,842</b>	-
Units issued from reinvested distributions	<b>54,827</b>	-
Units redeemed	<b>(710,852)</b>	-
Number of units, end of year	<b>909,817</b>	-



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**Educators Balanced Fund****Statement of Cash Flows***Years ended December 31*

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	2021	2020
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 25,439,879	\$ 12,741,695
Adjustments for:		
Net realized (gain) loss on sale of investments	(19,667,274)	(10,515,299)
Net change in unrealized (appreciation) depreciation in value of investments	(4,327,645)	1,176,631
Purchase of investments	(246,523,330)	(254,202,483)
Proceeds from disposal of investments	235,584,897	259,052,756
(Increase) decrease in interest and dividends receivable	(70,637)	43,379
Increase (decrease) in amounts due to Manager-Trustee	43,077	(15,839)
Cash provided (used) by operating activities	<u>(9,521,033)</u>	<u>8,280,840</u>
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	54,093,942	33,777,568
Redemption of redeemable units	(44,540,694)	(42,080,318)
Distributions paid to holders of redeemable units, net of reinvested distributions	(49,883)	(28,330)
Cash provided (used) by financing activities	<u>9,503,365</u>	<u>(8,331,080)</u>
<b>Increase (decrease) in cash</b>	\$ <u>(17,668)</u>	\$ <u>(50,240)</u>
<b>Cash, beginning of year</b>	\$ <u>34,144</u>	\$ <u>84,384</u>
<b>Cash, end of year</b>	\$ <u>16,476</u>	\$ <u>34,144</u>
<b>Supplemental cash flow information:</b>		
Interest received	\$ 4,252,945	\$ 5,513,599
Dividends received, net of withholding taxes	\$ 2,366,706	\$ 2,542,865

## Educators Balanced Fund

### Schedule of Investments

As at December 31, 2021

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>						
475,000	Canadian Treasury Bill	0.122%	3-Mar-2022	\$ 474,906	\$ 474,906	
700,000	Canadian Treasury Bill	0.166%	31-Mar-2022	699,906	699,906	
25,000	Canadian Treasury Bill	0.099%	20-Jan-2022	24,996	24,996	
2,275,000	Canadian Treasury Bill	0.071%	17-Mar-2022	2,274,628	2,274,628	
				<u>3,474,436</u>	<u>3,474,436</u>	<u>1.17</u>
<b>Canadian Bonds</b>						
<b>Asset-Backed</b>						
696,000	Ford Auto Securitization Trust 2021-A	1.162%	15-Oct-2025	696,000	694,104	
				<u>696,000</u>	<u>694,104</u>	<u>0.23</u>
<b>Corporate Bonds</b>						
391,000	AltaGas Ltd.	2.157%	10-Jun-2025	394,150	391,460	
188,000	AltaLink LP	3.717%	3-Dec-2046	200,897	213,684	
662,000	ARC Resources Ltd.	2.354%	10-Mar-2026	662,994	662,092	
1,262,000	Bank of Montreal	2.850%	6-Mar-2024	1,275,371	1,296,047	
547,000	Bank of Montreal	1.758%	10-Mar-2026	547,543	543,041	
845,000	Bank of Montreal	1.551%	28-May-2026	845,000	829,755	
1,085,000	Bank of Nova Scotia	2.380%	1-May-2023	1,107,173	1,100,430	
988,000	Bank of Nova Scotia	0.730%	4-Aug-2026	988,000	986,231	
832,000	Bank of Nova Scotia	1.850%	2-Nov-2026	831,792	823,507	
715,000	Bank of Nova Scotia	3.700%	27-Jul-2081	714,997	699,342	
146,000	Bell Canada Inc.	1.650%	16-Aug-2027	144,154	140,882	
208,000	Bell Canada Inc.	2.200%	29-May-2028	207,744	205,606	
517,000	Bell Canada Inc.	2.500%	14-May-2030	519,811	510,407	
147,000	Calgary Airport Authority	3.199%	7-Oct-2036	147,000	151,018	
272,000	Calgary Airport Authority	3.754%	7-Oct-2061	272,000	290,566	
869,000	Canadian Imperial Bank of Commerce	3.290%	15-Jan-2024	891,052	899,416	
346,000	Canadian Imperial Bank of Commerce	0.620%	4-Mar-2025	346,031	345,847	
196,000	Canadian Imperial Bank of Commerce	2.000%	17-Apr-2025	200,733	197,040	
392,000	Canadian Imperial Bank of Commerce	1.700%	15-Jul-2026	391,853	386,498	
231,000	Canadian Imperial Bank of Commerce	4.000%	28-Jan-2082	231,000	226,986	
41,000	Canadian National Railway Co.	3.600%	31-Jul-2048	50,042	44,394	
172,000	Canadian Natural Resources Ltd.	1.450%	16-Nov-2023	172,216	171,440	
272,000	Canadian Pacific Railway Co.	1.589%	24-Nov-2023	272,000	272,412	
70,000	Cenovus Energy Inc.	3.500%	7-Feb-2028	69,995	73,296	
47,000	CU Inc.	2.609%	28-Sep-2050	47,000	43,280	
84,000	CU Inc.	4.947%	18-Nov-2050	112,517	114,608	
351,000	CU Inc.	3.174%	5-Sep-2051	351,000	360,682	
233,000	Enbridge Gas Distribution Inc.	4.950%	22-Nov-2050	280,960	316,041	
35,000	Enbridge Gas Inc.	9.850%	2-Dec-2024	52,675	42,766	
221,000	Enbridge Gas Inc.	7.600%	29-Oct-2026	301,355	276,303	
101,000	Enbridge Gas Inc.	6.900%	15-Nov-2032	149,054	139,169	
410,000	Enbridge Gas Inc.	3.650%	1-Apr-2050	426,424	453,971	
496,000	Enbridge Inc.	3.100%	21-Sep-2033	495,162	490,054	
195,000	Enbridge Inc.	6.625%	12-Apr-2078	225,079	221,004	
346,000	Enbridge Pipelines Inc.	6.350%	17-Nov-2023	417,629	374,960	
112,000	Enbridge Pipelines Inc.	8.200%	15-Feb-2024	145,905	126,202	
190,000	Enbridge Pipelines Inc.	6.050%	12-Feb-2029	237,491	227,116	
155,000	Enbridge Pipelines Inc.	4.200%	12-May-2051	154,947	164,128	
3,000	EPCOR Utilities Inc.	2.899%	19-May-2050	3,041	2,934	
434,000	Equitable Bank	1.983%	9-May-2024	434,000	434,056	
781,000	Federation des Caisses Desjardins du Quebec	1.992%	28-May-2031	781,000	770,392	
186,000	Fortis Inc.	2.180%	15-May-2028	185,903	185,820	
216,000	FortisAlberta Inc.	3.734%	18-Sep-2048	225,689	244,207	
304,000	FortisAlberta Inc.	2.632%	8-Jun-2051	304,000	281,316	
112,000	FortisBC Energy Inc.	5.900%	26-Feb-2035	146,159	150,007	
81,000	FortisBC Energy Inc.	6.000%	2-Oct-2037	107,632	112,755	
67,000	FortisBC Energy Inc.	3.690%	30-Oct-2047	67,007	75,868	

# **Educators Balanced Fund** **Schedule of Investments (continued)**

As at December 31, 2021

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
188,000	FortisBC Energy Inc.	2.540%	13-Jul-2050	184,049	173,650	
216,000	Greater Toronto Airports Authority	3.150%	5-Oct-2051	215,624	223,691	
205,000	Great-West Lifeco Inc.	3.600%	31-Dec-2081	205,000	201,587	
599,000	HSBC Bank Canada	1.782%	20-May-2026	599,000	594,269	
1,000	Hydro One Inc.	2.710%	28-Feb-2050	948	945	
228,000	Hydro One Inc.	3.100%	15-Sep-2051	227,822	232,247	
670,000	Inter Pipeline Ltd.	3.983%	25-Nov-2031	670,000	689,264	
212,000	John Deere Financial Inc.	1.090%	17-Jul-2024	211,977	209,403	
90,000	Lower Mattagami Energy LP	2.433%	14-May-2031	90,000	91,449	
547,000	Manulife Bank of Canada	1.337%	26-Feb-2026	546,636	535,208	
338,000	Manulife Financial Corp.	3.375%	19-Jun-2081	335,867	328,146	
343,000	North West Redwater Partnership	1.200%	1-Dec-2023	342,894	340,786	
109,000	NOVA Gas Transmission Ltd.	6.590%	1-Dec-2027	131,421	130,395	
232,000	Nova Scotia Power Inc.	6.950%	25-Aug-2033	334,275	324,288	
828,000	Pembina Pipeline Corp.	2.990%	22-Jan-2024	835,007	846,532	
182,000	Penske Truck Leasing Canada Inc.	2.850%	7-Dec-2022	187,165	184,480	
333,000	Royal Bank of Canada	2.352%	2-Jul-2024	332,793	338,768	
1,438,000	Royal Bank of Canada	2.609%	1-Nov-2024	1,450,572	1,472,148	
493,000	Royal Bank of Canada	1.936%	1-May-2025	493,000	495,002	
948,000	Royal Bank of Canada	1.589%	4-May-2026	948,137	933,705	
318,000	Royal Bank of Canada	1.833%	31-Jul-2028	318,000	310,837	
106,000	Royal Bank of Canada	2.880%	23-Dec-2029	106,882	108,618	
934,000	Royal Bank of Canada	4.500%	24-Nov-2080	951,450	979,463	
807,000	Royal Bank of Canada	4.000%	24-Feb-2081	814,872	824,220	
458,000	Royal Bank of Canada	3.650%	24-Nov-2081	458,000	443,991	
513,000	Stantec Inc.	2.048%	8-Oct-2027	507,919	503,024	
295,000	Sun Life Financial Inc.	2.460%	18-Nov-2031	294,876	298,494	
285,000	Sun Life Financial Inc.	2.800%	21-Nov-2033	284,946	291,460	
143,000	Sun Life Financial Inc.	3.600%	30-Jun-2081	143,000	140,677	
87,000	Suncor Energy Inc.	5.000%	9-Apr-2030	102,329	100,612	
1,363,000	Toronto-Dominion Bank	1.128%	9-Dec-2025	1,363,703	1,325,330	
1,115,000	Toronto-Dominion Bank	1.888%	8-Mar-2028	1,114,171	1,097,512	
606,000	Toronto-Dominion Bank	3.589%	14-Sep-2028	628,883	625,674	
619,000	Toronto-Dominion Bank	3.224%	25-Jul-2029	645,631	639,120	
1,276,000	Toronto-Dominion Bank	3.105%	22-Apr-2030	1,312,145	1,317,610	
593,000	Toronto-Dominion Bank	3.600%	31-Oct-2081	593,000	575,802	
767,000	TransCanada PipeLines Ltd.	8.290%	5-Feb-2026	1,034,029	934,208	
25,000	TransCanada PipeLines Ltd.	7.310%	15-Jan-2027	32,595	30,133	
190,000	TransCanada PipeLines Ltd.	3.800%	5-Apr-2027	198,913	203,059	
66,000	TransCanada PipeLines Ltd.	7.900%	15-Apr-2027	88,955	82,279	
126,000	TransCanada PipeLines Ltd.	8.210%	25-Apr-2030	176,024	169,359	
47,000	TransCanada PipeLines Ltd.	8.230%	16-Jan-2031	67,069	63,658	
232,000	TransCanada PipeLines Ltd.	8.200%	15-Aug-2031	331,658	316,849	
92,000	TransCanada Trust	4.650%	18-May-2077	91,988	94,757	
95,000	Union Gas Ltd.	4.850%	25-Apr-2022	100,568	96,238	
147,000	Union Gas Ltd.	8.650%	10-Nov-2025	211,279	182,259	
174,000	Union Gas Ltd.	3.590%	22-Nov-2047	173,186	190,110	
156,000	Ventas Canada Finance Ltd.	3.300%	1-Dec-2031	155,460	158,854	
41,000	Westcoast Energy Inc.	8.850%	21-Jul-2025	56,417	50,100	
556,000	Westcoast Energy Inc.	7.300%	18-Dec-2026	713,708	682,702	
108,000	Westcoast Energy Inc.	7.150%	20-Mar-2031	141,908	142,435	
388,000	WSP Global Inc.	2.408%	19-Apr-2028	388,000	387,176	
				39,078,928	38,781,619	13.07
<b>Government Bonds</b>						
2,368,000	Canadian Government Bond	1.500%	1-Jun-2023	2,427,703	2,389,718	
845,000	Canadian Government Bond	0.750%	1-Oct-2024	847,045	837,286	
386,000	Canadian Government Bond	0.500%	1-Sep-2025	373,510	376,843	

# **Educators Balanced Fund** **Schedule of Investments (continued)**

As at December 31, 2021

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
1,178,000	Canadian Government Bond	1.250%	1-Mar-2027	1,175,631	1,175,516	
362,000	Canadian Government Bond	1.250%	1-Jun-2030	349,703	359,373	
2,163,000	Canadian Government Bond	1.500%	1-Jun-2031	2,138,141	2,178,367	
73,000	Canadian Government Bond	5.750%	1-Jun-2033	101,820	104,797	
1,842,000	Canadian Government Bond	2.000%	1-Dec-2051	1,879,106	1,982,295	
570,000	City of Montreal	3.000%	1-Sep-2027	599,931	606,221	
627,000	City of Montreal	2.300%	1-Sep-2029	635,473	639,885	
172,000	City of Toronto	3.900%	29-Sep-2023	182,749	180,198	
662,000	City of Toronto	3.250%	24-Jun-2046	742,803	732,882	
180,000	City of Toronto	1.600%	2-Dec-2030	176,008	174,282	
388,000	OMERS Finance Trust	1.550%	21-Apr-2027	387,616	383,332	
492,000	Ontario Teachers' Finance Trust	1.100%	19-Oct-2027	490,647	473,357	
831,000	Province of Alberta	2.350%	1-Jun-2025	864,122	855,755	
1,544,000	Province of Alberta	2.900%	1-Dec-2028	1,620,059	1,649,322	
2,032,000	Province of Alberta	2.050%	1-Jun-2030	2,084,163	2,041,589	
94,000	Province of Alberta	3.900%	1-Dec-2033	105,869	109,696	
1,584,000	Province of Alberta	3.100%	1-Jun-2050	1,773,998	1,759,655	
158,000	Province of Alberta	2.950%	1-Jun-2052	161,465	171,765	
124,000	Province of British Columbia	2.800%	18-Jun-2048	118,689	133,076	
509,000	Province of British Columbia	2.950%	18-Jun-2050	569,410	565,006	
466,000	Province of British Columbia	2.750%	18-Jun-2052	474,733	501,165	
153,000	Province of Manitoba	4.400%	5-Sep-2025	178,813	168,779	
392,000	Province of Ontario	2.600%	8-Sep-2023	410,200	401,999	
305,000	Province of Ontario	4.700%	2-Jun-2037	389,983	396,356	
1,886,000	Province of Ontario	3.500%	2-Jun-2043	2,270,110	2,211,013	
2,620,000	Province of Ontario	3.450%	2-Jun-2045	3,009,846	3,074,763	
894,000	Province of Ontario	1.850%	1-Feb-2027	934,167	904,604	
1,645,000	Province of Ontario	1.050%	8-Sep-2027	1,644,380	1,588,259	
996,000	Province of Ontario	1.350%	2-Dec-2030	953,939	945,041	
3,175,000	Province of Ontario	1.900%	2-Dec-2051	2,812,559	2,808,342	
1,690,000	Province of Ontario	3.500%	2-Jun-2024	1,816,209	1,778,230	
821,000	Province of Ontario	2.600%	2-Jun-2025	850,482	852,408	
498,000	Province of Ontario	2.400%	2-Jun-2026	517,792	515,936	
2,072,000	Province of Ontario	2.250%	2-Dec-2031	2,063,426	2,103,207	
1,193,000	Province of Quebec	5.000%	1-Dec-2041	1,680,143	1,679,724	
1,627,000	Province of Quebec	3.500%	1-Dec-2045	1,887,659	1,939,732	
346,000	Province of Quebec	3.500%	1-Dec-2048	377,432	418,265	
765,000	Province of Quebec	1.500%	1-Sep-2031	717,427	731,570	
2,180,000	Province of Quebec	3.100%	1-Dec-2051	2,526,771	2,498,730	
123,000	Province of Quebec	2.850%	1-Dec-2053	124,840	135,065	
58,000	Province of Saskatchewan	5.800%	5-Sep-2033	78,358	78,984	
842,000	PSP Capital Inc.	0.900%	15-Jun-2026	841,192	819,072	
118,000	PSP Capital Inc.	1.500%	15-Mar-2028	118,040	116,573	
				46,484,162	46,548,033	15.69
				86,259,090	86,023,756	28.99
<b>Canadian Common Stocks</b>						
<b>Consumer Discretionary</b>						
9,100	BRP Inc.			953,398	1,008,280	
12,771	Canadian Tire Corp Ltd.			1,574,073	2,317,170	
28,621	Magna International Inc.			1,580,245	2,929,359	
43,800	Restaurant Brands International Inc.			3,259,576	3,359,460	
				7,367,292	9,614,269	3.24
<b>Communication Services</b>						
54,949	Quebecor Inc.			1,313,837	1,568,794	
75,551	Rogers Communications Inc.			4,201,293	4,550,437	
62,938	TELUS Corp.			1,280,802	1,874,923	
				6,795,932	7,994,154	2.69

# Educators Balanced Fund

## Schedule of Investments (continued)

As at December 31, 2021

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>Consumer Staples</b>						
79,240	Alimentation Couche Tard Inc.			3,209,958	4,199,719	
10,328	George Weston Ltd.			998,591	1,514,704	
6,349	Loblaws Cos Ltd.			361,337	658,010	
47,347	Metro Inc.			2,066,744	3,187,400	
75,521	Saputo Inc.			2,825,389	2,152,349	
				9,462,019	11,712,182	3.94
<b>Energy</b>						
85,786	Suncor Energy Inc.			2,988,130	2,715,127	
65,570	TC Energy Corp.			3,634,221	3,857,483	
				6,622,351	6,572,610	2.22
<b>Financials</b>						
16,590	Bank of Montreal			1,605,809	2,259,392	
6,785	Bank of Nova Scotia			414,395	607,597	
67,456	Brookfield Asset Management Inc.			2,390,562	5,152,964	
38,868	Great-West Lifeco Inc.			1,214,476	1,475,429	
115,704	Manulife Financial Corp.			2,756,581	2,789,623	
16,282	Onex Corp.			1,179,488	1,616,477	
40,541	Royal Bank of Canada			3,271,754	5,442,629	
55,001	Sun Life Financial Inc.			2,737,126	3,872,620	
92,430	Toronto-Dominion Bank			5,083,246	8,963,861	
				20,653,437	32,180,592	10.85
<b>Industrials</b>						
53,120	CAE Inc.			1,552,448	1,695,059	
31,744	Canadian National Railway Co.			3,476,580	4,932,383	
30,880	Canadian Pacific Railway Ltd.			2,224,834	2,809,462	
42,316	Finning International Inc.			1,014,210	1,349,034	
17,340	Ritchie Bros Auctioneers Inc.			1,397,314	1,342,289	
				9,665,386	12,128,227	4.09
<b>Information Technology</b>						
45,921	Open Text Corp.			2,019,391	2,757,097	
				2,019,391	2,757,097	0.93
<b>Materials</b>						
36,300	CCL Industries Inc.			1,625,721	2,462,229	
4,509	Franco-Nevada Corp.			536,089	788,804	
30,787	Nutrien Ltd.			1,847,389	2,927,228	
				4,009,199	6,178,261	2.08
<b>Utilities</b>						
42,540	Fortis Inc.			2,347,110	2,596,216	
29,770	Hydro One Ltd.			733,835	979,731	
				3,080,945	3,575,947	1.21
				69,675,952	92,713,339	31.25
<b>Foreign Bonds</b>						
<b>Australia</b>						
235,000	Macquarie Group Ltd.	2.723%	21-Aug-2029	235,000	233,661	
				235,000	233,661	0.08
<b>France</b>						
464,000	BNP Paribas SA	2.538%	13-Jul-2029	464,000	461,036	
				464,000	461,036	0.16

## Educators Balanced Fund

### Schedule of Investments (continued)

As at December 31, 2021

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>Jersey</b>						
877,000	Heathrow Funding Ltd.	2.694%	13-Oct-2027	878,051	880,625	
90,000	Heathrow Funding Ltd.	3.726%	13-Apr-2033	93,284	93,554	
				971,335	974,179	0.33
<b>United Kingdom</b>						
836,000	National Grid Electricity Transmission PLC	2.301%	22-Jun-2029	836,000	830,849	
				836,000	830,849	0.28
<b>United States</b>						
421,000	Bank of America Corp.	1.978%	15-Sep-2027	421,205	415,777	
207,000	Goldman Sachs Group Inc.	0.848%	29-Apr-2025	207,000	207,587	
983,000	Goldman Sachs Group Inc.	2.599%	30-Nov-2027	983,000	995,169	
350,000	JPMorgan Chase & Co.	1.896%	5-Mar-2028	350,000	344,334	
510,000	Morgan Stanley	0.779%	21-Mar-2025	510,000	511,202	
678,000	Verizon Communications Inc.	2.375%	22-Mar-2028	677,465	678,997	
834,000	Verizon Communications Inc.	2.500%	16-May-2030	842,242	828,516	
				3,990,912	3,981,582	1.34
				6,497,247	6,481,307	2.19
<b>Canadian Mutual Funds</b>						
3,226,788	Beutel Goodman American Equity Fund, Class I			50,686,833	57,342,933	
7,984,977	Beutel Goodman International Equity Fund, Class I			44,413,407	51,463,978	
				95,100,240	108,806,911	36.67
<b>Total Investments</b>				\$ 261,006,965	\$ 297,499,749	100.27
<b>Transaction Costs</b>				(39,837)		
<b>Net Investments</b>				\$ 260,967,128	\$ 297,499,749	100.27
<b>Other Liabilities Less Assets</b>					(791,080)	(0.27)
<b>Net Assets Attributable to Holders of Redeemable Units</b>					\$ 296,708,669	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 units	
	2021	2020
Canadian Mutual Funds	36.67%	37.97%
Government Bonds	15.69%	16.25%
Corporate Bonds	15.26%	14.25%
Financials	10.85%	11.07%
Consumer Discretionary	3.24%	3.30%
Industrials	4.09%	3.84%
Communication Services	2.69%	3.62%
Consumer Staples	3.94%	2.80%
Energy	2.22%	1.62%
Materials	2.08%	3.04%
Asset-Backed Securities	0.23%	0.20%
Short-term investments	1.17%	0.59%
Information Technology	0.93%	0.89%
Utilities	1.21%	0.44%
Net Other Assets	-0.27%	0.12%
	<b>100.00%</b>	<b>100.00%</b>

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**Educators Monthly Income Fund****Statement of Financial Position***As at December 31*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 585,834	\$ 413,844
Interest and dividends receivable	183,877	177,014
Subscriptions receivable	114,124	-
Due from brokers	22,768	-
Investments	<u>60,123,889</u>	<u>52,713,464</u>
<b>Total assets</b>	<b>\$ <u>61,030,492</u></b>	<b>\$ <u>53,304,322</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Due to brokers	24,423	-
Redemptions payable	-	31,075
Amounts due to Manager-Trustee (Note 6)	<u>65,562</u>	<u>58,516</u>
<b>Total liabilities</b>	<b><u>89,985</u></b>	<b><u>89,591</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>60,940,507</u></b>	<b>\$ <u>53,214,731</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	59,184,727	53,214,731
Class F	<u>1,755,780</u>	<u>-</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	5,799,608	5,721,925
Class F	<u>174,594</u>	<u>-</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	10.20	9.30
Class F	<u>10.06</u>	<u>-</u>

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

*Signed:* Chuck Hamilton, CEO

*Signed:* Stuart Mulcahy, CFO

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**Educators Monthly Income Fund****Statement of Comprehensive Income***Years ended December 31*

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	2021	2020
<b>Income</b>		
Interest for distribution purposes	\$ 346,241	\$ 396,579
Dividends	1,162,637	1,288,169
Securities lending (Note 5)	3,212	5,238
Other changes in fair value of investments:		
Net realized gain (loss)	1,604,852	(257,663)
Net change in unrealized appreciation (depreciation)	6,185,058	(227,392)
<b>Total income</b>	<b>9,302,000</b>	<b>1,204,931</b>
<b>Expenses</b>		
Management fees (Note 6)	640,118	613,500
Independent review committee fees	3,971	3,972
Transaction costs	6,153	11,391
Withholding taxes	29,831	21,552
Harmonised sales tax	82,768	79,632
<b>Total expenses</b>	<b>762,841</b>	<b>730,047</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 8,539,159</b>	<b>\$ 474,884</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 8,477,476	\$ 474,884
Class F	\$ 61,683	\$ -
<b>Weighted average redeemable units outstanding during the year</b>		
Class A	5,661,530	5,833,625
Class F	75,697	-
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 1.50	\$ 0.08
Class F	\$ 0.81	\$ -



# Educators Monthly Income Fund

## Statement 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 year</b>		
Class A	\$ 53,214,731	\$ 59,410,844
Class F	-	-
	<u>53,214,731</u>	<u>59,410,844</u>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	8,477,476	474,884
Class F	61,683	-
	<u>8,539,159</u>	<u>474,884</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(3,394,240)	(3,385,448)
Class F	(17,504)	-
	<u>(3,411,744)</u>	<u>(3,385,448)</u>
From net realized gains		
Class A	-	(96,108)
Class F	-	-
	<u>-</u>	<u>(96,108)</u>
<b>Total distributions to holders of redeemable units</b>	<u>(3,411,744)</u>	<u>(3,481,556)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	7,837,462	5,382,931
Class F	2,835,581	-
	<u>10,673,043</u>	<u>5,382,931</u>
Redemption of redeemable units		
Class A	(10,159,874)	(11,885,369)
Class F	(1,139,109)	-
	<u>(11,298,983)</u>	<u>(11,885,369)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	3,209,172	3,312,997
Class F	15,129	-
	<u>3,224,301</u>	<u>3,312,997</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>2,598,361</u>	<u>(3,189,441)</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	5,969,996	(6,196,113)
Class F	1,755,780	-
	<u>7,725,776</u>	<u>(6,196,113)</u>
<b>Net assets attributable to holders of redeemable units, end of year</b>		
Class A	59,184,727	53,214,731
Class F	1,755,780	-
	<u>60,940,507</u>	<u>53,214,731</u>

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**Educators Monthly Income Fund****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units** (continued)*Years ended December 31*

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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 years ended December 31, 2021 and 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	<b>5,721,925</b>	6,101,290
Units issued	<b>795,620</b>	579,031
Units issued from reinvested distributions	<b>329,561</b>	365,456
Units redeemed	<b>(1,047,498)</b>	(1,323,852)
Number of units, end of year	<b>5,799,608</b>	5,721,925
<b>Class F</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	-	-
Units issued	<b>289,683</b>	-
Units issued from reinvested distributions	<b>1,533</b>	-
Units redeemed	<b>(116,622)</b>	-
Number of units, end of year	<b>174,594</b>	-

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**Educators Monthly Income Fund****Statement of Cash Flows***Years ended December 31*

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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>\$ 8,539,159</b>	\$ 474,884
Adjustments for:		
Net realized (gain) loss on sale of investments	<b>(1,604,852)</b>	257,663
Net change in unrealized (appreciation) depreciation in value of investments	<b>(6,185,058)</b>	227,392
Purchase of investments	<b>(28,158,957)</b>	(33,578,592)
Proceeds from disposal of investments	<b>28,540,097</b>	39,584,321
(Increase) decrease in interest and dividends receivable	<b>(6,863)</b>	47,126
Increase (decrease) in amounts due to Manager-Trustee	<b>7,046</b>	(9,771)
Cash provided (used) by operating activities	<b>1,130,572</b>	7,003,023
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	<b>10,558,919</b>	5,382,931
Redemption of redeemable units	<b>(11,330,058)</b>	(11,885,542)
Distributions paid to holders of redeemable units, net of reinvested distributions	<b>(187,443)</b>	(168,559)
Cash provided (used) by financing activities	<b>(958,582)</b>	(6,671,170)
<b>Increase (decrease) in cash</b>	<b>\$ 171,990</b>	\$ 331,853
<b>Cash, beginning of year</b>	<b>\$ 413,844</b>	\$ 81,991
<b>Cash, end of year</b>	<b>\$ 585,834</b>	\$ 413,844
<b>Supplemental cash flow information:</b>		
Interest received	<b>\$ 336,385</b>	\$ 417,439
Dividends received, net of withholding taxes	<b>\$ 1,135,800</b>	\$ 1,293,008

# Educators Monthly Income Fund

## Schedule of Investments

As at December 31, 2021

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>						
550,000	Canadian Treasury Bill	0.059%	6-Jan-2022	\$ 549,967	\$ 549,967	
2,500,000	Canadian Treasury Bill	0.170%	17-Mar-2022	2,499,025	2,499,025	
				3,048,992	3,048,992	5.00
<b>Canadian Bonds</b>						
<b>Asset-Backed</b>						
150,000	Ford Auto Securitization Trust 2021-A	2.700%	15-Apr-2029	150,000	149,594	
15,000	Institutional Mortgage Securities Canada Inc.	4.693%	12-Jan-2023	14,594	15,099	
27,000	Institutional Mortgage Securities Canada Inc.	4.240%	12-Oct-2023	26,998	27,603	
110,000	Institutional Mortgage Securities Canada Inc.	4.186%	12-May-2024	109,995	112,519	
80,000	MCAP CMBS Issuer Corp.	3.600%	12-Apr-2054	23,536	23,771	
235,000	MCAP RMBS Issuer Corp Mortgage Pass-Through Certificates	2.750%	15-May-2023	80,077	82,100	
70,000	Real Estate Asset Liquidity Trust	3.451%	12-May-2025	69,995	71,729	
73,000	Real Estate Asset Liquidity Trust	3.645%	12-Jul-2025	68,670	71,190	
200,000	Real Estate Asset Liquidity Trust	3.179%	12-Jan-2026	198,076	207,080	
130,000	Real Estate Asset Liquidity Trust	3.400%	12-Oct-2049	120,779	130,602	
				862,720	891,287	1.46
<b>Corporate Bonds</b>						
116,000	407 International Inc.	3.670%	8-Mar-2049	135,752	129,217	
240,000	AIMCo Realty Investors LP	2.712%	1-Jun-2029	240,896	246,787	
127,000	Allied Properties Real Estate Investment Trust	3.095%	6-Feb-2032	127,000	124,844	
112,000	Bank of Nova Scotia	3.700%	27-Jul-2081	112,000	109,547	
125,000	BCI QuadReal Realty	1.747%	24-Jul-2030	125,000	119,991	
100,000	Calgary Airport Authority	3.454%	7-Oct-2041	100,000	106,492	
150,000	Canadian Credit Card Trust II	3.553%	24-May-2023	150,000	152,718	
225,000	Canadian Western Bank	1.926%	16-Apr-2026	226,874	223,038	
80,000	Capital Power Corp.	4.986%	23-Jan-2026	86,455	88,040	
100,000	Capital Power Corp.	4.424%	8-Feb-2030	99,982	110,571	
155,000	CARDS II Trust	3.127%	15-Nov-2024	155,000	158,000	
200,000	CARDS II Trust	3.877%	15-Nov-2024	200,000	204,164	
308,000	Chip Mortgage Trust	1.738%	15-Dec-2025	308,000	304,547	
154,000	Co-operators Financial Services Ltd.	3.327%	13-May-2030	153,172	156,895	
125,000	Eagle Credit Card Trust	3.562%	17-Jul-2023	125,000	128,221	
340,000	Eagle Credit Card Trust	2.750%	17-Jul-2024	340,000	343,568	
100,000	Empire Life Insurance Co.	2.024%	24-Sep-2031	100,000	98,564	
150,000	Enbridge Gas Inc.	3.650%	1-Apr-2050	149,675	166,087	
90,000	Enbridge Inc.	3.100%	21-Sep-2033	89,848	88,921	
151,000	ENMAX Corp.	3.836%	5-Jun-2028	151,807	161,330	
75,000	Equitable Bank	1.876%	26-Nov-2025	75,000	73,629	
354,000	Federation des Caisses Desjardins du Quebec	1.992%	28-May-2031	354,000	349,192	
183,000	Fortified Trust	2.464%	23-Oct-2026	183,000	181,914	
130,000	FortisBC Energy Inc.	6.000%	2-Oct-2037	175,933	180,965	
80,000	Glacier Credit Card Trust	3.298%	20-Sep-2022	80,000	80,930	
212,000	Glacier Credit Card Trust	3.430%	6-Jun-2024	212,000	216,354	
235,000	Glacier Credit Card Trust	2.438%	22-Sep-2025	235,000	232,470	
134,000	H&R Real Estate Investment Trust	2.633%	19-Feb-2027	134,000	133,828	
175,000	Hydro One Inc.	3.100%	15-Sep-2051	174,864	178,260	
110,000	Independent Order Of Foresters	2.885%	15-Oct-2035	110,000	111,156	
104,000	Intact Financial Corp.	4.125%	31-Mar-2081	104,000	105,973	
134,000	Liberty Utilities Canada LP	3.315%	14-Feb-2050	134,000	133,079	
154,000	MCAP Commercial LP	3.743%	25-Aug-2025	154,000	159,229	
220,000	OMERS Realty Corp.	3.244%	4-Oct-2027	238,625	233,434	
199,000	Pembina Pipeline Corp.	3.310%	1-Feb-2030	210,884	204,754	
205,000	Pembina Pipeline Corp.	4.490%	10-Dec-2051	205,000	216,229	
150,000	Reliance LP	2.680%	1-Dec-2027	149,973	150,614	
120,000	Royal Bank of Canada	4.500%	24-Nov-2080	120,000	125,841	
101,000	Royal Bank of Canada	4.000%	24-Feb-2081	101,000	103,155	
111,000	Shaw Communications Inc.	6.750%	9-Nov-2039	150,258	148,556	
200,000	Sienna Senior Living Inc.	3.450%	27-Feb-2026	199,976	207,768	
344,000	Sun Life Financial Inc.	3.150%	18-Nov-2036	344,000	354,774	
90,000	Sun Life Financial Inc.	3.600%	30-Jun-2081	90,000	88,538	
310,000	Transcanada Trust	4.650%	18-May-2077	309,732	319,290	
325,000	WTH Car Rental ULC	2.781%	20-Jul-2024	325,000	331,695	
				7,746,706	7,843,169	12.89

# Educators Monthly Income Fund

## Schedule of Investments (continued)

As at December 31, 2021

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>Government Bonds</b>						
177,000	Canadian Government Bond	1.000%	1-Sep-2026	172,531	174,997	
267,000	Canadian Government Bond	0.500%	1-Dec-2030	247,209	247,285	
67,000	Canadian Government Bond	5.750%	1-Jun-2033	108,741	96,184	
474,000	Canadian Government Bond	2.750%	1-Dec-2048	588,480	584,790	
1,004,000	Canadian Government Bond	2.000%	1-Dec-2051	1,059,639	1,080,469	
86,250	Province of Alberta	3.100%	1-Jun-2050	99,420	95,815	
117,000	Province of Manitoba	3.400%	5-Sep-2048	137,241	136,322	
				2,413,261	2,415,862	3.96
				11,022,687	11,150,318	18.31
<b>Canadian Common Stocks</b>						
<b>Communication Services</b>						
27,075	Quebecor Inc.			941,425	772,991	
15,121	Rogers Communications Inc.			942,069	910,738	
68,850	TELUS Corp.			1,638,149	2,051,042	
				3,521,643	3,734,771	6.13
<b>Consumer Discretionary</b>						
15,240	Restaurant Brands International Inc.			1,357,783	1,168,908	
				1,357,783	1,168,908	1.92
<b>Consumer Staples</b>						
19,592	Alimentation Couche Tard Inc.			837,458	1,038,376	
23,145	Metro Inc.			1,268,890	1,558,121	
				2,106,348	2,596,497	4.26
<b>Energy</b>						
23,313	Pembina Pipeline Corp.			1,011,079	894,520	
18,529	TC Energy Corp.			1,191,474	1,090,058	
				2,202,553	1,984,578	3.26
<b>Financials</b>						
15,169	Bank of Montreal			1,299,153	2,065,866	
15,700	Brookfield Asset Management Inc.			749,421	1,199,323	
101	Brookfield Asset Management Reinsurance Partners Ltd.			6,449	8,023	
6,002	Intact Financial Corp.			796,317	986,849	
20,234	National Bank of Canada			1,229,881	1,951,367	
33,362	Power Corp of Canada			1,164,270	1,394,532	
15,858	Royal Bank of Canada			1,203,319	2,128,934	
9,168	TMX Group Ltd.			1,139,913	1,175,793	
24,602	Toronto-Dominion Bank			1,318,508	2,385,902	
				8,907,231	13,296,589	21.83
<b>Industrials</b>						
8,868	Canadian National Railway Co.			831,034	1,377,910	
18,125	Canadian Pacific Railway Ltd.			1,366,139	1,649,013	
32,932	Finning International Inc.			731,501	1,049,872	
7,870	Thomson Reuters Corp.			734,092	1,190,495	
9,700	Toromont Industries Ltd.			1,039,256	1,109,292	
				4,702,022	6,376,582	10.46
<b>Information Technology</b>						
651	Constellation Software Inc.			896,663	1,527,858	
1,128	Topicus.com Inc.			-	130,961	
				896,663	1,658,819	2.72
<b>Utilities</b>						
40,916	Canadian Utilities Ltd.			1,561,535	1,501,208	
				1,561,535	1,501,208	2.46
				25,255,778	32,317,952	53.04
<b>Foreign Common Stocks</b>						
<b>Finland</b>						
<b>Industrials</b>						
5,871	Kone OYJ			669,806	531,642	
				669,806	531,642	0.87

# Educators Monthly Income Fund

## Schedule of Investments (continued)

As at December 31, 2021

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>Ireland</b>						
<b>Information Technology</b>						
2,528	Accenture PLC			655,619	1,323,762	
				655,619	1,323,762	2.17
<b>United Kingdom</b>						
<b>Consumer Staples</b>						
14,890	Unilever PLC			1,152,717	1,011,701	
				1,152,717	1,011,701	1.66
<b>Switzerland</b>						
<b>Consumer Staples</b>						
4,217	Nestle SA			672,056	745,033	
				672,056	745,033	1.22
<b>United States</b>						
<b>Consumer Staples</b>						
1,891	Costco Wholesale Corp.			556,384	1,356,020	
7,318	PepsiCo Inc.			1,292,113	1,605,732	
				1,848,497	2,961,752	4.86
<b>Financials</b>						
3,571	CME Group Inc.			813,195	1,030,519	
2,083	FactSet Research Systems Inc.			763,870	1,278,764	
				1,577,065	2,309,283	3.79
<b>Information Technology</b>						
3,237	Mastercard Inc.			1,197,657	1,469,197	
				1,197,657	1,469,197	2.41
				4,623,219	6,740,232	11.06
				7,773,417	10,352,370	16.98
<b>Foreign Bonds</b>						
<b>Australia</b>						
220,000	National Australia Bank Ltd.	3.515%	12-Jun-2030	220,000	227,354	
				220,000	227,354	0.37
<b>United States</b>						
145,000	Athene Global Funding	2.470%	9-Jun-2028	145,000	143,105	
175,000	Metropolitan Life Global Funding I	3.394%	9-Apr-2030	188,414	187,437	
				333,414	330,542	0.54
				553,414	557,896	0.91
<b>Canadian Mutual Funds</b>						
256,909	IMAXX Short Term Bond Fund, Class O			2,588,942	2,696,361	
				2,588,942	2,696,361	4.42
<b>Total Investments</b>				\$ 50,243,230	\$ 60,123,889	98.66
<b>Transaction Costs</b>				(8,539)		
<b>Net Investments</b>				\$ 50,234,691	\$ 60,123,889	98.66
<b>Other Assets Less Liabilities</b>					816,618	1.34
<b>Net Assets Attributable to Holders of Redeemable Units</b>					\$ 60,940,507	100.00

## Educators Monthly Income Fund

### Schedule of Investments (continued)

As at December 31, 2021

#### 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
Financials	25.62%	27.06%
Energy	3.26%	4.08%
Corporate Bonds	13.80%	15.39%
Industrials	11.33%	9.17%
Government Bonds	3.96%	3.91%
Information Technology	7.30%	6.71%
Consumer Discretionary	1.92%	1.78%
Utilities	2.46%	2.64%
Short-term investments	5.00%	-
Communication Services	6.13%	8.07%
Asset-Backed Securities	1.46%	1.70%
Consumer Staples	12.00%	13.50%
Mutual funds	4.42%	5.05%
Net Other Assets (Liabilities)	1.34%	0.94%
	<b>100.00%</b>	<b>100.00%</b>

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**Educators Dividend Fund****Statement of Financial Position***As at December 31*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 21,145	\$ 24,975
Interest and dividends receivable	409,386	217,344
Subscriptions receivable	156,832	188,069
Forward contracts (Note 10)	605,893	674,663
Investments	<u>203,514,009</u>	<u>153,698,457</u>
<b>Total assets</b>	<b>\$ <u>204,707,265</u></b>	<b>\$ <u>154,803,508</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Redemptions payable	76,117	132,152
Distributions payable	-	103
Amounts due to Manager-Trustee (Note 6)	279,491	223,069
Forward contracts (Note 10)	<u>132,192</u>	<u>19,691</u>
<b>Total liabilities</b>	<b><u>487,800</u></b>	<b><u>375,015</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>204,219,465</u></b>	<b>\$ <u>154,428,493</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	183,480,491	146,102,553
Class F	7,495,399	-
Class I	<u>13,243,575</u>	<u>8,325,940</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	4,547,148	4,458,520
Class F	696,955	-
Class I	<u>935,810</u>	<u>727,804</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	40.35	32.77
Class F	10.75	-
Class I	<u>14.15</u>	<u>11.44</u>

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

*Signed:* Chuck Hamilton, CEO

*Signed:* Stuart Mulcahy, CFO

**Educators Dividend Fund**  
**Statement of Comprehensive Income**  
*Years ended December 31*

	2021	2020
<b>Income</b>		
Interest for distribution purposes	\$ 118,183	\$ 136,036
Dividends	4,659,754	4,356,119
Securities lending (Note 5)	16,489	14,124
Other changes in fair value of investments:		
Net realized gain (loss)	3,029,661	(1,574,855)
Net realized gain (loss) on forward contracts	308,902	627,241
Net change in unrealized appreciation (depreciation) on forward contracts	(181,271)	(94,840)
Net change in unrealized appreciation (depreciation)	32,954,113	58,027
<b>Total income</b>	<b>40,905,831</b>	<b>3,521,852</b>
<b>Expenses</b>		
Management fees (Note 6)	2,700,646	2,211,529
Independent review committee fees	10,794	10,793
Transaction costs	16,605	28,075
Withholding taxes	82,114	70,928
Harmonised sales tax	350,008	286,393
<b>Total expenses</b>	<b>3,160,167</b>	<b>2,607,718</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 37,745,664</b>	<b>\$ 914,134</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 35,011,323	\$ 508,802
Class F	\$ 325,793	\$ -
Class I	\$ 2,408,548	\$ 405,332
<b>Weighted average redeemable units outstanding during the year</b>		
Class A	4,550,567	4,556,989
Class F	340,484	-
Class I	825,336	644,778
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 7.69	\$ 0.11
Class F	\$ 0.96	\$ -
Class I	\$ 2.92	\$ 0.63



# Educators Dividend Fund

## Statement 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 year</b>		
Class A	\$ 146,102,553	\$ 151,108,799
Class F	-	-
Class I	8,325,940	6,068,675
	<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	35,011,323	508,802
Class F	325,793	-
Class I	2,408,548	405,332
	<u>37,745,664</u>	<u>914,134</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(568,495)	(1,286,023)
Class F	(31,668)	-
Class I	(191,030)	(200,094)
<b>Total distributions to holders of redeemable units</b>	<u>(791,193)</u>	<u>(1,486,117)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	26,615,101	16,865,002
Class F	14,080,789	-
Class I	3,822,823	2,694,624
	<u>44,518,713</u>	<u>19,559,626</u>
Redemption of redeemable units		
Class A	(24,241,950)	(22,367,905)
Class F	(6,909,511)	-
Class I	(1,313,730)	(842,691)
	<u>(32,465,191)</u>	<u>(23,210,596)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	561,959	1,273,878
Class F	29,996	-
Class I	191,024	200,094
	<u>782,979</u>	<u>1,473,972</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>12,836,501</u>	<u>(2,176,998)</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	37,377,938	(5,006,246)
Class F	7,495,399	-
Class I	4,917,635	2,257,265
	<u>49,790,972</u>	<u>(2,748,981)</u>
<b>Net assets attributable to holders of redeemable units, end of year</b>		
Class A	183,480,491	146,102,553
Class F	7,495,399	-
Class I	13,243,575	8,325,940
	<u>204,219,465</u>	<u>154,428,493</u>

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**Educators Dividend Fund****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units** (continued)*Years ended December 31*

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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 years ended December 31, 2021 and 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	<b>4,458,520</b>	4,621,623
Units issued	<b>724,152</b>	544,545
Units issued from reinvested distributions	<b>15,124</b>	42,802
Units redeemed	<b>(650,648)</b>	(750,450)
Number of units, end of year	<b>4,547,148</b>	4,458,520
<b>Class F</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	-	-
Units issued	<b>1,361,607</b>	-
Units issued from reinvested distributions	<b>2,853</b>	-
Units redeemed	<b>(667,505)</b>	-
Number of units, end of year	<b>696,955</b>	-
<b>Class I</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	<b>727,804</b>	531,550
Units issued	<b>293,602</b>	253,492
Units issued from reinvested distributions	<b>14,407</b>	18,873
Units redeemed	<b>(100,003)</b>	(76,111)
Number of units, end of year	<b>935,810</b>	727,804

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**Educators Dividend Fund****Statement of Cash Flows***Years ended December 31*

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	2021	2020
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 37,745,664	\$ 914,134
Adjustments for:		
Net realized (gain) loss on sale of investments	(3,029,661)	1,574,855
Net change in unrealized (appreciation) depreciation in value of investments	(32,954,113)	(58,027)
Net change in unrealized (appreciation) depreciation on forward contracts	181,271	94,840
Purchase of investments	(124,217,937)	(260,119,985)
Proceeds from disposal of investments	110,386,159	260,867,068
(Increase) decrease in interest and dividends receivable	(192,042)	(1,785)
Increase (decrease) in amounts due to Manager-Trustee	56,422	(17,233)
Cash provided (used) by operating activities	<u>(12,024,237)</u>	<u>3,253,867</u>
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	44,549,950	19,608,709
Redemption of redeemable units	(32,521,226)	(23,081,822)
Distributions paid to holders of redeemable units, net of reinvested distributions	(8,317)	(12,042)
Cash provided (used) by financing activities	<u>12,020,407</u>	<u>(3,485,155)</u>
<b>Increase (decrease) in cash</b>	\$ <u>(3,830)</u>	\$ <u>(231,288)</u>
<b>Cash, beginning of year</b>	\$ <u>24,975</u>	\$ <u>256,263</u>
<b>(Bank overdraft) cash, end of year</b>	\$ <u>21,145</u>	\$ <u>24,975</u>
<b>Supplemental cash flow information:</b>		
Interest received	\$ 117,288	\$ 145,448
Dividends received, net of withholding taxes	\$ 4,386,733	\$ 4,274,246

## Educators Dividend Fund

### Schedule of Investments

As at December 31, 2021

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>						
300,000	Canadian Treasury Bill	0.110%	6-Jan-2022	\$ 299,928	\$ 299,928	
2,250,000	Canadian Treasury Bill	0.139%	17-Feb-2022	2,248,897	2,248,897	
250,000	Canadian Treasury Bill	0.155%	3-Mar-2022	249,888	249,888	
1,450,000	Canadian Treasury Bill	0.629%	17-Mar-2022	1,449,558	1,449,558	
300,000	Canadian Treasury Bill	0.165%	14-Apr-2022	299,859	299,859	
500,000	Canadian Treasury Bill	0.159%	28-Apr-2022	499,695	499,695	
300,000	Canadian Treasury Bill	0.191%	12-May-2022	299,754	299,754	
				5,347,579	5,347,579	2.62
<b>Canadian Common Stocks</b>						
<b>Communication Services</b>						
76,100	Rogers Communications Inc.			4,232,843	4,583,503	
				4,232,843	4,583,503	2.24
<b>Consumer Discretionary</b>						
44,600	Dollarama Inc.			662,069	2,823,626	
				662,069	2,823,626	1.38
<b>Consumer Staples</b>						
33,200	Metro Inc.			1,455,265	2,235,024	
				1,455,265	2,235,024	1.09
<b>Energy</b>						
110,700	Enbridge Inc.			4,247,590	5,469,687	
82,200	Pembina Pipeline Corp.			3,080,163	3,154,014	
88,000	TC Energy Corp.			4,531,741	5,177,040	
				11,859,494	13,800,741	6.76
<b>Financials</b>						
51,000	Bank of Montreal			4,937,331	6,945,690	
116,500	Bank of Nova Scotia			6,748,791	10,432,575	
158,975	Brookfield Asset Management Inc.			3,727,768	12,144,100	
218,600	Element Fleet Management Corp.			2,882,008	2,815,568	
30,300	Intact Financial Corp.			1,803,904	4,981,926	
190,684	Manulife Financial Corp.			4,217,729	4,597,391	
116,900	Royal Bank of Canada			8,515,620	15,693,825	
153,600	Toronto-Dominion Bank			5,827,022	14,896,128	
				38,660,173	72,507,203	35.50
<b>Industrials</b>						
26,000	Canadian National Railway Co.			1,159,038	4,039,880	
43,900	Canadian Pacific Railway Ltd.			3,819,550	3,994,022	
66,600	LifeWorks Inc.			1,542,959	1,700,298	
18,700	Thomson Reuters Corp.			2,117,470	2,828,749	
29,789	Waste Connections Inc.			1,008,280	5,135,537	
22,700	WSP Global Inc.			1,348,498	4,168,401	
				10,995,795	21,866,887	10.71
<b>Materials</b>						
34,800	CCL Industries Inc.			2,168,642	2,360,484	
				2,168,642	2,360,484	1.16
<b>Real Estate</b>						
61,100	Allied Properties Real Estate Investment Trust			1,955,045	2,685,345	
56,100	Canadian Apartment Properties Real Estate Investment Trust			2,880,086	3,363,756	
164,000	Killam Apartment Real Estate Investment Trust			2,900,538	3,868,760	
216,500	Tricon Residential Inc.			2,185,529	4,191,440	
				9,921,198	14,109,301	6.91

# Educators Dividend Fund

## Schedule of Investments (continued)

As at December 31, 2021

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	4,379,319	
39,800	Fortis Inc.			1,327,621	2,428,994	
92,700	Northland Power Inc.			2,563,533	3,517,965	
				7,253,231	10,326,278	5.06
				87,208,710	144,613,047	70.81
<b>Foreign Common Stocks</b>						
<b>Bermuda</b>						
<b>Utilities</b>						
99,000	Brookfield Infrastructure Partners LP			3,113,019	7,622,010	
				3,113,019	7,622,010	3.73
<b>United States</b>						
<b>Communication Services</b>						
10,200	Walt Disney Co.			1,382,615	1,995,627	
				1,382,615	1,995,627	0.98
<b>Consumer Discretionary</b>						
36,800	TJX Cos Inc.			1,626,325	3,529,066	
				1,626,325	3,529,066	1.73
<b>Consumer Staples</b>						
7,100	Constellation Brands Inc.			1,900,529	2,250,795	
				1,900,529	2,250,795	1.10
<b>Financials</b>						
23,500	JPMorgan Chase & Co.			1,411,226	4,700,475	
6,300	S&P Global Inc.			1,615,687	3,755,554	
				3,026,913	8,456,029	4.14
<b>Health Care</b>						
15,300	Abbott Laboratories			2,361,114	2,719,974	
				2,361,114	2,719,974	1.33
<b>Information Technology</b>						
21,700	Microsoft Corp.			646,671	9,218,669	
9,900	Motorola Solutions Inc.			2,049,487	3,397,666	
17,200	Texas Instruments Inc.			2,215,303	4,094,742	
15,300	Visa Inc.			933,872	4,188,188	
				5,845,333	20,899,265	10.24
<b>Materials</b>						
7,300	Air Products and Chemicals Inc.			2,691,231	2,805,586	
				2,691,231	2,805,586	1.37
<b>Utilities</b>						
15,400	Prologis Inc.			1,905,038	3,275,031	
				1,905,038	3,275,031	1.60
				20,739,098	45,931,373	22.49
				23,852,117	53,553,383	26.22
<b>Total Investments</b>				\$ 116,408,406	\$ 203,514,009	99.65
<b>Transaction Costs</b>				(87,591)		
<b>Net Investments</b>				\$ 116,320,815	\$ 203,514,009	99.65
<b>Other Assets Less Liabilities</b>					705,456	0.35
<b>Net Assets Attributable to Holders of Redeemable Units</b>					\$ 204,219,465	100.00

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**Educators Dividend Fund**  
**Schedule of Investments (continued)**  
*As at December 31, 2021*

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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:

<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	39.64%	37.35%
Energy	6.76%	6.68%
Information Technology	10.24%	10.47%
Industrials	10.71%	10.19%
Consumer Staples	2.19%	2.50%
Utilities	10.39%	11.74%
Consumer Discretionary	3.11%	4.40%
Materials	2.53%	1.30%
Short-term investments	2.62%	2.78%
Real Estate	6.91%	6.55%
Communication Services	3.22%	3.98%
Health Care	1.33%	1.59%
Net Other Assets	0.35%	0.47%
	<b>100.00%</b>	<b>100.00%</b>

# Educators Growth Fund

## Statement of Financial Position

As at December 31

	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 74,657	\$ 7,660
Interest and dividends receivable	137,194	283,819
Subscriptions receivable	10,209	53,152
Investments	<u>113,179,400</u>	<u>95,141,798</u>
<b>Total assets</b>	<b>\$ <u>113,401,460</u></b>	<b>\$ <u>95,486,429</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Due to brokers	-	550,000
Redemptions payable	-	35,835
Amounts due to Manager-Trustee (Note 6)	<u>143,009</u>	<u>128,971</u>
<b>Total liabilities</b>	<b><u>143,009</u></b>	<b><u>714,806</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>113,258,451</u></b>	<b>\$ <u>94,771,623</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	85,542,497	76,661,433
Class F	3,331,652	-
Class I	<u>24,384,302</u>	<u>18,110,190</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	3,304,674	3,188,777
Class F	314,416	-
Class I	<u>2,190,643</u>	<u>1,778,907</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	25.89	24.04
Class F	10.60	-
Class I	<u>11.13</u>	<u>10.18</u>

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

Signed: Chuck Hamilton, CEO

Signed: Stuart Mulcahy, CFO

**Educators Growth Fund**  
**Statement of Comprehensive Income**  
*Years ended December 31*

	2021	2020
<b>Income</b>		
Interest for distribution purposes	\$ 51,005	\$ 41,538
Dividends	2,262,580	2,595,145
Securities lending (Note 5)	6,080	20,159
Other income	4,854	15,523
Other changes in fair value of investments:		
Net realized gain (loss)	16,230,300	1,340,764
Net change in unrealized appreciation (depreciation)	5,022,789	(2,107,653)
<b>Total income</b>	<b>23,577,608</b>	<b>1,905,476</b>
<b>Expenses</b>		
Management fees (Note 6)	1,471,927	1,298,190
Independent review committee fees	6,644	6,643
Transaction costs	38,659	27,550
Withholding taxes	9,014	67
Harmonised sales tax	188,857	167,337
<b>Total expenses</b>	<b>1,715,101</b>	<b>1,499,787</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 21,862,507</b>	<b>\$ 405,689</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 17,035,106	\$ (460,373)
Class F	\$ 62,762	\$ -
Class I	\$ 4,764,639	\$ 866,062
<b>Weighted average redeemable units outstanding during the year</b>		
Class A	3,311,247	3,337,183
Class F	149,826	-
Class I	2,004,293	1,592,666
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 5.14	\$ (0.14)
Class F	\$ 0.42	\$ -
Class I	\$ 2.38	\$ 0.54



# Educators Growth Fund

## Statement 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 year</b>		
Class A	\$ 76,661,433	\$ 83,978,901
Class F	-	-
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	17,035,106	(460,373)
Class F	62,762	-
Class I	4,764,639	866,062
	<u>21,862,507</u>	<u>405,689</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(194,693)	(349,780)
Class F	-	-
Class I	(119,007)	(409,301)
	<u>(313,700)</u>	<u>(759,081)</u>
From net realized gains		
Class A	(10,397,619)	-
Class F	(62,425)	-
Class I	(2,660,882)	-
	<u>(13,120,926)</u>	<u>-</u>
<b>Total distributions to holders of redeemable units</b>	<u>(13,434,626)</u>	<u>(759,081)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	5,521,190	4,574,680
Class F	6,611,127	-
Class I	5,153,755	5,764,521
	<u>17,286,072</u>	<u>10,339,201</u>
Redemption of redeemable units		
Class A	(13,627,334)	(11,430,340)
Class F	(3,331,276)	-
Class I	(3,644,282)	(1,986,618)
	<u>(20,602,892)</u>	<u>(13,416,958)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	10,544,414	348,345
Class F	51,464	-
Class I	2,779,889	409,222
	<u>13,375,767</u>	<u>757,567</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>10,058,947</u>	<u>(2,320,190)</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	8,881,064	(7,317,468)
Class F	3,331,652	-
Class I	6,274,112	4,643,886
	<u>18,486,828</u>	<u>(2,673,582)</u>
<b>Net assets attributable to holders of redeemable units, end of year</b>		
Class A	85,542,497	76,661,433
Class F	3,331,652	-
Class I	24,384,302	18,110,190
	<u>113,258,451</u>	<u>94,771,623</u>

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**Educators Growth Fund****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units** (continued)*Years ended December 31*

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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 years ended December 31, 2021 and 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	3,188,777	3,482,624
Units issued	218,650	202,627
Units issued from reinvested distributions	432,247	15,728
Units redeemed	(535,000)	(512,202)
Number of units, end of year	<u>3,304,674</u>	<u>3,188,777</u>
<b>Class F</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	-	-
Units issued	624,113	-
Units issued from reinvested distributions	4,933	-
Units redeemed	(314,630)	-
Number of units, end of year	<u>314,416</u>	<u>-</u>
<b>Class I</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	1,778,907	1,318,514
Units issued	478,171	622,603
Units issued from reinvested distributions	266,804	42,713
Units redeemed	(333,239)	(204,923)
Number of units, end of year	<u>2,190,643</u>	<u>1,778,907</u>

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**Educators Growth Fund****Statement of Cash Flows***Years ended December 31*

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	2021	2020
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 21,862,507	\$ 405,689
Adjustments for:		
Net realized (gain) loss on sale of investments	(16,230,300)	(1,340,764)
Net change in unrealized (appreciation) depreciation in value of investments	(5,022,789)	2,107,653
Purchase of investments	(96,123,967)	(65,343,260)
Proceeds from disposal of investments	98,789,454	67,196,690
(Increase) decrease in interest and dividends receivable	146,625	(59,931)
Increase (decrease) in amounts due to Manager-Trustee	14,038	(17,374)
Cash provided (used) by operating activities	<u>3,435,568</u>	<u>2,948,703</u>
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	17,329,015	10,340,350
Redemption of redeemable units	(20,638,727)	(13,427,176)
Distributions paid to holders of redeemable units, net of reinvested distributions	(58,859)	(1,514)
Cash provided (used) by financing activities	<u>(3,368,571)</u>	<u>(3,088,340)</u>
<b>Increase (decrease) in cash</b>	\$ <u>66,997</u>	\$ <u>(139,637)</u>
<b>Cash, beginning of year</b>	\$ <u>7,660</u>	\$ <u>147,297</u>
<b>Cash, end of year</b>	\$ <u>74,657</u>	\$ <u>7,660</u>
<b>Supplemental cash flow information:</b>		
Interest received	\$ 50,906	\$ 43,535
Dividends received, net of withholding taxes	\$ 2,400,290	\$ 2,533,217

# Educators Growth Fund

## Schedule of Investments

As at December 31, 2021

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>						
75,000	Bank of Nova Scotia	0.211%	17-Jan-2022	\$ 74,959	\$ 74,959	
60,000	Canadian Imperial Bank of Commerce	0.229%	18-Feb-2022	59,948	59,948	
75,000	HSBC Bank Canada	0.271%	18-Feb-2022	74,953	74,953	
75,000	National Bank of Canada	0.239%	2-Feb-2022	74,972	74,972	
75,000	Royal Bank of Canada	0.271%	25-Feb-2022	74,955	74,955	
50,000	Toronto-Dominion Bank	0.240%	7-Mar-2022	49,942	49,942	
				409,729	409,729	0.36
<b>Treasury Bills</b>						
450,000	Canadian Treasury Bill	0.161%	17-Mar-2022	449,847	449,847	
				449,847	449,847	0.40
				859,576	859,576	0.76
<b>Canadian Common Stocks</b>						
<b>Communication Services</b>						
111,445	Quebecor Inc.			3,613,011	3,181,755	
112,625	TELUS Corp.			2,906,736	3,355,099	
				6,519,747	6,536,854	5.77
<b>Consumer Discretionary</b>						
70,057	Dollarama Inc.			3,977,131	4,435,309	
37,606	Restaurant Brands International Inc.			3,107,063	2,884,380	
				7,084,194	7,319,689	6.46
<b>Consumer Staples</b>						
70,420	Alimentation Couche Tard Inc.			3,164,600	3,732,260	
75,900	Empire Co., Ltd.			2,486,593	2,925,186	
21,237	Loblaws Cos Ltd.			1,509,403	2,201,003	
72,632	Metro Inc.			4,274,637	4,889,586	
				11,435,233	13,748,035	12.14
<b>Financials</b>						
35,023	Bank of Montreal			3,535,342	4,769,782	
59,598	Brookfield Asset Management Inc.			3,137,074	4,552,691	
483	Brookfield Asset Management Reinsurance Partners Ltd.			30,759	38,370	
27,500	Intact Financial Corp.			4,336,048	4,521,548	
45,684	National Bank of Canada			3,488,652	4,405,765	
42,974	Royal Bank of Canada			4,151,074	5,769,260	
28,549	TMX Group Ltd.			3,869,803	3,661,409	
55,398	Toronto-Dominion Bank			3,686,350	5,372,498	
				26,235,102	33,091,323	29.22
<b>Industrials</b>						
54,400	CAE Inc.			2,003,013	1,735,904	
32,875	Canadian National Railway Co.			4,479,681	5,108,118	
59,658	Canadian Pacific Railway Ltd.			3,700,205	5,427,685	
29,448	Richelieu Hardware Ltd.			1,247,688	1,284,816	
21,500	Ritchie Bros Auctioneers Inc.			1,676,934	1,664,315	
18,584	Stantec Inc.			896,344	1,320,765	
32,360	Thomson Reuters Corp.			3,689,203	4,895,097	
45,771	Toromont Industries Ltd.			4,564,843	5,234,372	
17,700	Waste Connections Inc.			2,435,666	3,051,480	
				24,693,577	29,722,552	26.24

# Educators Growth Fund

## Schedule of Investments (continued)

As at December 31, 2021

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>Information Technology</b>						
39,311	CGI Inc.			4,193,540	4,396,935	
2,514	Constellation Software Inc.			3,019,394	5,900,207	
9,721	Descartes Systems Group Inc.			693,336	1,017,011	
72,360	Open Text Corp.			4,421,599	4,344,494	
4,500	Topicus.com Inc.			382,116	522,450	
				12,709,985	16,181,097	14.29
<b>Materials</b>						
53,700	CCL Industries Inc.			3,794,666	3,642,471	
55,900	Winpak Ltd.			2,510,662	2,077,803	
				6,305,328	5,720,274	5.05
				94,983,166	112,319,824	99.17
<b>Total Investments</b>				\$ 95,842,742	\$ 113,179,400	99.93
<b>Transaction Costs</b>				(16,411)		
<b>Net Investments</b>				\$ 95,826,331	\$ 113,179,400	99.93
<b>Other Assets Less Liabilities</b>					79,051	0.07
<b>Net Assets Attributable to Holders of Redeemable Units</b>					\$ 113,258,451	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		
Sector	2021	2020
Financials	29.22%	26.14%
Energy	-	11.59%
Materials	5.05%	12.03%
Industrials	26.24%	9.77%
Consumer Discretionary	6.46%	3.43%
Exchange Traded Fund	-	5.49%
Information Technology	14.29%	9.66%
Consumer Staples	12.14%	5.79%
Utilities	-	3.44%
Communication Services	5.77%	4.44%
Real Estate	-	4.98%
Short-term investments	0.76%	1.69%
Health Care	-	1.94%
Net Other Assets	0.07%	-0.39%
	<b>100.00%</b>	<b>100.00%</b>

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**Educators U.S. Equity Fund****Statement of Financial Position***As at December 31*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 19,289	\$ -
Interest and dividends receivable	231,793	160,214
Subscriptions receivable	32,009	170,889
Investments	<u>123,761,226</u>	<u>118,876,980</u>
<b>Total assets</b>	<u>\$ 124,044,317</u>	<u>\$ 119,208,083</u>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Bank overdraft	-	6,866
Redemptions payable	-	51,394
Distributions payable	-	401
Amounts due to Manager-Trustee (Note 6)	<u>182,087</u>	<u>170,809</u>
<b>Total liabilities</b>	<u>182,087</u>	<u>229,470</u>
<b>Net assets attributable to holders of redeemable units</b>	<u>\$ 123,862,230</u>	<u>\$ 118,978,613</u>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	109,551,504	102,683,397
Class F	2,786,032	-
Class I	<u>11,524,694</u>	<u>16,295,216</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	5,210,914	4,866,727
Class F	318,311	-
Class I	<u>1,013,368</u>	<u>1,433,533</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	21.02	21.10
Class F	8.75	-
Class I	<u>11.37</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**  
**Statement of Comprehensive Income**  
*Years ended December 31*

	2021	2020
<b>Income</b>		
Interest for distribution purposes	\$ 11,026	\$ 31,118
Dividends	2,616,686	5,995,532
Securities lending (Note 5)	13,386	12,925
Other changes in fair value of investments:		
Net realized gain (loss)	17,469,087	7,807,491
Net change in unrealized appreciation (depreciation)	(2,915,166)	(2,269,994)
<b>Total income</b>	<b>17,195,019</b>	<b>11,577,072</b>
<b>Expenses</b>		
Management fees (Note 6)	1,942,471	1,706,033
Independent review committee fees	8,353	8,354
Transaction costs	45,130	54,355
Withholding taxes	374,798	879,296
Harmonised sales tax	250,195	219,907
<b>Total expenses</b>	<b>2,620,947</b>	<b>2,867,945</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 14,574,072</b>	<b>\$ 8,709,127</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 12,384,966	\$ 7,169,890
Class F	\$ 11,440	\$ -
Class I	\$ 2,177,666	\$ 1,539,237
<b>Weighted average redeemable units outstanding during the year</b>		
Class A	4,829,787	4,756,147
Class F	135,522	-
Class I	1,022,974	1,261,106
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 2.56	\$ 1.51
Class F	\$ 0.08	\$ -
Class I	\$ 2.13	\$ 1.22

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**Educators U.S. Equity Fund****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units***Years ended December 31*

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	2021	2020
<b>Net assets attributable to holders of redeemable units, beginning of year</b>		
Class A	\$ 102,683,397	\$ 103,369,572
Class F	-	-
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	12,384,966	7,169,890
Class F	11,440	-
Class I	2,177,666	1,539,237
	<u>14,574,072</u>	<u>8,709,127</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(204,445)	(2,720,975)
Class F	-	-
Class I	(108,957)	(536,821)
	<u>(313,402)</u>	<u>(3,257,796)</u>
From net realized gains		
Class A	(11,898,426)	(5,248,941)
Class F	(309,736)	-
Class I	(1,303,255)	(828,717)
	<u>(13,511,417)</u>	<u>(6,077,658)</u>
<b>Total distributions to holders of redeemable units</b>	<u>(13,824,819)</u>	<u>(9,335,454)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	10,178,936	7,194,660
Class F	6,258,719	-
Class I	3,795,863	4,686,183
	<u>20,233,518</u>	<u>11,880,843</u>
Redemption of redeemable units		
Class A	(15,649,265)	(15,021,614)
Class F	(3,440,007)	-
Class I	(10,744,033)	(2,521,772)
	<u>(29,833,305)</u>	<u>(17,543,386)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	12,056,341	7,940,805
Class F	265,616	-
Class I	1,412,194	1,365,620
	<u>13,734,151</u>	<u>9,306,425</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>4,134,364</u>	<u>3,643,882</u>
<b>Net increase (decrease) in net assets attributable to holders of redeemable units</b>		
Class A	6,868,107	(686,175)
Class F	2,786,032	-
Class I	(4,770,522)	3,703,730
	<u>4,883,617</u>	<u>3,017,555</u>
<b>Net assets attributable to holders of redeemable units, end of year</b>		
Class A	109,551,504	102,683,397
Class F	2,786,032	-
Class I	11,524,694	16,295,216
	<u>123,862,230</u>	<u>118,978,613</u>



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**Educators U.S. Equity Fund****Statement of Changes in Net Assets Attributable to Holders of Redeemable Units** (continued)*Years ended December 31*

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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 years ended December 31, 2021 and 2020.

<b>Class A</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	<b>4,866,727</b>	4,858,227
Units issued	<b>446,084</b>	351,444
Units issued from reinvested distributions	<b>577,775</b>	386,256
Units redeemed	<b>(679,672)</b>	(729,200)
Number of units, end of year	<b>5,210,914</b>	4,866,727
<b>Class F</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	-	-
Units issued	<b>638,589</b>	-
Units issued from reinvested distributions	<b>30,649</b>	-
Units redeemed	<b>(350,927)</b>	-
Number of units, end of year	<b>318,311</b>	-
<b>Class I</b>	<b>2021</b>	<b>2020</b>
Number of units, beginning of year	<b>1,433,533</b>	1,107,668
Units issued	<b>307,575</b>	430,532
Units issued from reinvested distributions	<b>124,328</b>	124,100
Units redeemed	<b>(852,068)</b>	(228,767)
Number of units, end of year	<b>1,013,368</b>	1,433,533

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**Educators U.S. Equity Fund****Statement of Cash Flows***Years ended December 31*

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	2021	2020
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 14,574,072	\$ 8,709,127
Adjustments for:		
Net realized (gain) loss on sale of investments	(17,469,087)	(7,807,491)
Net change in unrealized (appreciation) depreciation in value of investments	2,915,166	2,269,994
Purchase of investments	(75,700,602)	(64,806,469)
Proceeds from disposal of investments	85,370,277	67,398,886
(Increase) decrease in interest and dividends receivable	(71,579)	(40,923)
Increase (decrease) in amounts due to Manager-Trustee	11,278	(9,965)
Cash provided (used) by operating activities	<u>9,629,525</u>	<u>5,713,159</u>
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	20,372,398	11,780,616
Redemption of redeemable units	(29,884,699)	(17,491,992)
Distributions paid to holders of redeemable units, net of reinvested distributions	(91,069)	(28,628)
Cash (used) provided by financing activities	<u>(9,603,370)</u>	<u>(5,740,004)</u>
<b>Increase (decrease) in cash</b>	\$ <u>26,155</u>	\$ <u>(26,845)</u>
<b>(Bank overdraft) cash, beginning of year</b>	\$ <u>(6,866)</u>	\$ <u>19,979</u>
<b>Cash (bank overdraft), end of year</b>	\$ <u>19,289</u>	\$ <u>(6,866)</u>
<b>Supplemental cash flow information:</b>		
Interest received	\$ 11,139	\$ 38,666
Dividends received, net of withholding taxes	\$ 2,170,861	\$ 5,069,936

# Educators U.S. Equity Fund

## Schedule of Investments

As at December 31, 2021

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>						
875,000	Canadian Treasury Bill	0.089%	3-Mar-2022	\$ 874,790	\$ 874,790	
375,000	Canadian Treasury Bill	0.166%	17-Mar-2022	374,940	374,940	
225,000	Canadian Treasury Bill	0.071%	31-Mar-2022	224,960	224,960	
				1,474,690	1,474,690	1.19
<b>Foreign Common Stocks</b>						
<b>Channel Islands</b>						
<b>Information Technology</b>						
64,636	Amdocs Ltd.			5,473,867	6,110,322	
				5,473,867	6,110,322	4.93
<b>United States</b>						
<b>Communication Services</b>						
51,170	Comcast Corp.			2,251,714	3,253,106	
54,670	Interpublic Group of Cos Inc.			2,571,877	2,586,168	
71,054	Omnicom Group Inc.			6,302,236	6,576,132	
82,890	Verizon Communications Inc.			5,285,431	5,440,353	
				16,411,258	17,855,759	14.42
<b>Consumer Discretionary</b>						
576	AutoZone Inc.			628,711	1,525,283	
65,300	eBay Inc.			4,297,458	5,485,176	
65,140	Gentex Corp.			2,920,444	2,867,519	
106,475	Harley-Davidson Inc.			6,172,018	5,069,085	
30,740	Polaris Inc.			5,012,169	4,267,729	
				19,030,800	19,214,792	15.51
<b>Consumer Staples</b>						
101,552	Campbell Soup Co.			6,062,009	5,574,861	
73,377	Kellogg Co.			5,910,759	5,970,854	
36,325	Kimberly-Clark Corp.			5,799,937	6,557,744	
				17,772,705	18,103,459	14.62
<b>Financials</b>						
16,263	American Express Co.			2,164,370	3,360,778	
14,545	Ameriprise Financial Inc.			2,578,710	5,542,265	
43,840	SEI Investments Co.			3,017,688	3,374,651	
				7,760,768	12,277,694	9.91
<b>Health Care</b>						
27,267	AmerisourceBergen Corp.			2,703,133	4,577,048	
22,630	Amgen Inc.			6,031,253	6,430,800	
13,760	Biogen Inc.			4,961,050	4,170,045	
66,490	Merck & Co., Inc.			6,361,346	6,436,765	
				20,056,782	21,614,658	17.46
<b>Industrials</b>						
9,130	Cummins Inc.			1,792,834	2,515,718	
95,130	Flowserve Corp.			4,228,715	3,677,009	
79,150	Herman Miller Inc.			4,256,213	3,918,158	
30,172	Ingersoll Rand Inc.			1,224,505	2,357,999	
3,485	Parker-Hannifin Corp.			921,792	1,400,392	
55,915	Westinghouse Air Brake Technologies Corp.			4,687,554	6,505,653	
				17,111,613	20,374,929	16.45
<b>Information Technology</b>						
166,997	NortonLifeLock Inc.			5,277,214	5,480,291	
				5,277,214	5,480,291	4.42

**Educators U.S. Equity Fund**  
**Schedule of Investments (continued)**

As at December 31, 2021

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>Materials</b>						
5,760	PPG Industries Inc.			729,716	1,254,632	
				729,716	1,254,632	1.01
				104,150,856	116,176,214	93.80
				109,624,723	122,286,536	98.73
<b>Total Investments</b>				\$ 111,099,413	\$ 123,761,226	99.92
<b>Transaction Costs</b>				(65,969)		
<b>Net Investments</b>				<u>\$ 111,033,444</u>	<u>\$ 123,761,226</u>	<u>99.92</u>
<b>Other Assets Less Liabilities</b>					101,004	0.08
<b>Net Assets Attributable to Holders of Redeemable Units</b>					<u>\$ 123,862,230</u>	<u>100.00</u>

**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	15.51%	9.72%
Health Care	17.46%	12.62%
Industrials	16.45%	16.84%
Financials	9.91%	14.95%
Information Technology	9.35%	16.95%
Consumer Staples	14.62%	9.97%
Communication Services	14.42%	14.40%
Materials	1.01%	2.00%
Short-term investments	1.19%	2.46%
Net Other Assets	0.08%	0.09%
	<b>100.00%</b>	<b>100.00%</b>

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**Educators Monitored Conservative Portfolio****Statement of Financial Position***As at December 31*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 99,997	\$ 44,135
Distributions receivable from underlying funds	715	540
Subscriptions receivable	187,272	60,818
Investments	<u>84,092,091</u>	<u>53,981,015</u>
<b>Total assets</b>	<b>\$ <u>84,380,075</u></b>	<b>\$ <u>54,086,508</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Redemptions payable	5,740	5,074
Distributions payable	1,031	-
Amounts due to Manager-Trustee (Note 6)	<u>107,691</u>	<u>73,635</u>
<b>Total liabilities</b>	<b><u>114,462</u></b>	<b><u>78,709</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>84,265,613</u></b>	<b>\$ <u>54,007,799</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	75,899,003	52,058,465
Class E	2,477,809	1,939,565
Class F	5,888,801	-
Class I	<u>-</u>	<u>9,769</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	7,038,614	4,930,760
Class E	228,857	183,074
Class F	590,509	-
Class I	<u>-</u>	<u>911</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	10.78	10.56
Class E	10.83	10.59
Class F	9.97	-
Class I	<u>-</u>	<u>10.72</u>

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

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

# Educators Monitored Conservative Portfolio

## Statement of Comprehensive Income

Years ended December 31

	2021	2020
<b>Income</b>		
Distributions from underlying funds	\$ 1,591,694	\$ 1,401,088
Other changes in fair value of investments:		
Net realized gain (loss)	1,686,673	702,678
Net change in unrealized appreciation (depreciation)	754,449	1,173,844
<b>Total income</b>	<b>4,032,816</b>	<b>3,277,610</b>
<b>Expenses</b>		
Management fees (Note 6)	946,434	665,276
Independent review committee fees	3,645	3,644
Harmonised sales tax	123,036	86,225
<b>Total expenses</b>	<b>1,073,115</b>	<b>755,145</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 2,959,701</b>	<b>\$ 2,522,465</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 2,775,114	\$ 2,387,790
Class E	\$ 102,705	\$ 134,047
Class F	\$ 81,867	\$ -
Class I	\$ 15	\$ 628
<b>Weighted average redeemable units outstanding during the year</b>		
Class A	5,869,318	4,401,799
Class E	202,558	161,558
Class F	330,723	-
Class I	904	699
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 0.47	\$ 0.54
Class E	\$ 0.51	\$ 0.83
Class F	\$ 0.25	\$ -
Class I	\$ 0.02	\$ 0.90

# Educators Monitored Conservative Portfolio

## Statement 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 year</b>		
Class A	\$ 52,058,465	\$ 38,168,617
Class E	1,939,565	-
Class F	-	-
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	2,775,114	2,387,790
Class E	102,705	134,047
Class F	81,867	-
Class I	15	628
	<u>2,959,701</u>	<u>2,522,465</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(491,098)	(638,607)
Class E	(22,957)	(27,276)
Class F	(39,429)	-
Class I	-	(226)
	<u>(553,484)</u>	<u>(666,109)</u>
From net realized gains		
Class A	(1,014,765)	(417,239)
Class E	(33,150)	(15,507)
Class F	(78,854)	-
Class I	-	(78)
	<u>(1,126,769)</u>	<u>(432,824)</u>
<b>Total distributions to holders of redeemable units</b>	<u>(1,680,253)</u>	<u>(1,098,933)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	34,507,921	22,651,702
Class E	943,094	1,891,889
Class F	10,725,459	-
Class I	-	3,800
	<u>46,176,474</u>	<u>24,547,391</u>
Redemption of redeemable units		
Class A	(13,441,475)	(11,149,644)
Class E	(507,546)	(86,371)
Class F	(4,918,525)	-
Class I	(9,784)	(10,919)
	<u>(18,877,330)</u>	<u>(11,246,934)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	1,504,841	1,055,846
Class E	56,098	42,783
Class F	118,283	-
Class I	-	304
	<u>1,679,222</u>	<u>1,098,933</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>28,978,366</u>	<u>14,399,390</u>

## Educators Monitored Conservative Portfolio

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

Years ended December 31

#### Net increase (decrease) in net assets attributable to holders of redeemable units

Class A	23,840,538	13,889,848
Class E	538,244	1,939,565
Class F	5,888,801	-
Class I	(9,769)	(6,491)
	<u>30,257,814</u>	<u>15,822,922</u>

#### Net assets attributable to holders of redeemable units, end of year

Class A	75,899,003	52,058,465
Class E	2,477,809	1,939,565
Class F	5,888,801	-
Class I	-	9,769
	<u>84,265,613</u>	<u>54,007,799</u>

#### Redeemable unit continuity (Note 3)

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

Class A	2021	2020
Number of units, beginning of year	4,930,760	3,711,910
Units issued	3,218,277	2,210,201
Units issued from reinvested distributions	139,889	102,418
Units redeemed	(1,250,312)	(1,093,769)
Number of units, end of year	<u>7,038,614</u>	<u>4,930,760</u>

Class E	2021	2020
Number of units, beginning of year	183,074	-
Units issued	87,369	187,273
Units issued from reinvested distributions	5,199	4,109
Units redeemed	(46,785)	(8,308)
Number of units, end of year	<u>228,857</u>	<u>183,074</u>

Class F	2021	2020
Number of units, beginning of year	-	-
Units issued	1,068,503	-
Units issued from reinvested distributions	11,870	-
Units redeemed	(489,864)	-
Number of units, end of year	<u>590,509</u>	<u>-</u>

Class I	2021	2020
Number of units, beginning of year	911	1,558
Units issued	-	366
Units issued from reinvested distributions	-	29
Units redeemed	(911)	(1,042)
Number of units, end of year	<u>-</u>	<u>911</u>



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**Educators Monitored Conservative Portfolio****Statement of Cash Flows***Years ended December 31*

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	2021	2020
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 2,959,701	\$ 2,522,465
Adjustments for:		
Net realized (gain) loss on sale of investments	(1,686,673)	(702,678)
Net change in unrealized (appreciation) depreciation in value of investments	(754,449)	(1,173,844)
Purchase of investments	(38,090,031)	(20,603,889)
Proceeds from disposal of investments	10,420,077	6,588,964
(Increase) decrease in distributions receivable from underlying funds	(175)	2,321
Increase (decrease) in amounts due to Manager-Trustee	34,056	20,213
Cash provided (used) by operating activities	<u>(27,117,494)</u>	<u>(13,346,448)</u>
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	46,050,020	24,574,053
Redemption of redeemable units	<u>(18,876,664)</u>	<u>(11,242,905)</u>
Cash provided (used) by financing activities	<u>27,173,356</u>	<u>13,331,148</u>
<b>Increase (decrease) in cash</b>	\$ <u>55,862</u>	\$ <u>(15,300)</u>
<b>Cash, beginning of year</b>	\$ <u>44,135</u>	\$ <u>59,435</u>
<b>Cash, end of year</b>	\$ <u>99,997</u>	\$ <u>44,135</u>

## Educators Monitored Conservative Portfolio

### Schedule of Investments

As at December 31, 2021

			% of Net Assets Attributable to Holders of Redeemable Units	
No. of Units	Description	Average Cost	Fair Value	
Canadian Mutual Funds				
3,043,988	Educators Bond Fund, Class I	\$ 31,921,514	\$ 31,941,483	
666,167	Educators Dividend Fund, Class I	7,661,943	9,427,596	
509,497	Educators Growth Fund, Class I	5,145,256	5,671,267	
360,684	Educators Money Market Fund, Class I	3,609,829	3,606,841	
260,530	Educators U.S. Equity Fund, Class I	2,943,358	2,962,932	
420,598	HSBC Emerging Markets Debt Fund, Institutional Series	4,083,563	3,856,843	
33,855	HSBC Emerging Markets Equity Index Fund	336,138	312,079	
31,417	HSBC Emerging Markets Pooled Fund	327,073	309,449	
529,597	HSBC Global High Yield Bond Pooled Fund	4,211,003	4,155,800	
66,977	HSBC Global Inflation Linked Bond Pooled Fund	820,315	824,565	
181,565	HSBC International Equity Index Fund	1,849,869	1,921,141	
100,287	HSBC International Equity Pooled Fund	1,644,585	1,911,843	
1,326,561	HSBC Mortgage Fund, Institutional Series	14,144,903	14,107,713	
267,340	HSBC U.S. Equity Index Fund	2,714,607	3,082,539	
		81,413,956	84,092,091	99.79
Total Investments		\$ 81,413,956	\$ 84,092,091	99.79
Net Investments		81,413,956	84,092,091	99.79
Other Assets Less Liabilities			173,522	0.21
Net Assets Attributable to Holders of Redeemable Units			\$ 84,265,613	100.00

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**Educators Monitored Balanced Portfolio****Statement of Financial Position***As at December 31*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 42,719	\$ 62,659
Distributions receivable from underlying funds	496	494
Subscriptions receivable	237,179	59,082
Investments	<u>62,418,306</u>	<u>49,076,125</u>
<b>Total assets</b>	<b>\$ <u>62,698,700</u></b>	<b>\$ <u>49,198,360</u></b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Redemptions payable	17,050	4,225
Distributions payable	6,671	222
Amounts due to Manager-Trustee (Note 6)	<u>91,559</u>	<u>74,546</u>
<b>Total liabilities</b>	<b><u>115,280</u></b>	<b><u>78,993</u></b>
<b>Net assets attributable to holders of redeemable units</b>	<b>\$ <u>62,583,420</u></b>	<b>\$ <u>49,119,367</u></b>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	55,469,782	45,948,122
Class E	3,137,345	2,164,611
Class F	2,697,758	-
Class I	<u>1,278,535</u>	<u>1,006,634</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	5,076,563	4,382,837
Class E	276,880	199,273
Class F	276,613	-
Class I	<u>113,874</u>	<u>94,321</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	10.93	10.48
Class E	11.33	10.86
Class F	9.75	-
Class I	<u>11.23</u>	<u>10.67</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 Balanced Portfolio****Statement of Comprehensive Income***Years ended December 31*

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	2021	2020
<b>Income</b>		
Distributions from underlying funds	\$ 1,070,737	\$ 1,295,144
Other changes in fair value of investments:		
Net realized gain (loss)	3,282,774	661,709
Net change in unrealized appreciation (depreciation)	1,441,548	793,705
<b>Total income</b>	<b>5,795,059</b>	<b>2,750,558</b>
<b>Expenses</b>		
Management fees (Note 6)	895,288	695,246
Independent review committee fees	3,452	3,338
Harmonised sales tax	115,875	90,110
<b>Total expenses</b>	<b>1,014,615</b>	<b>788,694</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 4,780,444</b>	<b>\$ 1,961,864</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 4,382,069	\$ 1,707,978
Class E	\$ 240,196	\$ 194,716
Class F	\$ 41,738	\$ -
Class I	\$ 116,441	\$ 59,170
<b>Weighted average redeemable units outstanding during the year</b>		
Class A	4,708,324	4,135,750
Class E	239,649	168,375
Class F	157,963	-
Class I	100,637	84,692
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 0.93	\$ 0.41
Class E	\$ 1.00	\$ 1.16
Class F	\$ 0.26	\$ -
Class I	\$ 1.16	\$ 0.70

## Educators Monitored Balanced Portfolio

### Statement 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 year</b>		
Class A	\$ 45,948,122	\$ 40,262,141
Class E	2,164,611	-
Class F	-	-
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	4,382,069	1,707,978
Class E	240,196	194,716
Class F	41,738	-
Class I	116,441	59,170
	<u>4,780,444</u>	<u>1,961,864</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	(59,265)	(450,834)
Class E	(9,282)	(38,827)
Class F	-	-
Class I	(10,969)	(26,325)
	<u>(79,516)</u>	<u>(515,986)</u>
From net realized gains		
Class A	(2,310,245)	(304,610)
Class E	(132,597)	(14,237)
Class F	(114,470)	-
Class I	(54,177)	(6,678)
	<u>(2,611,489)</u>	<u>(325,525)</u>
<b>Total distributions to holders of redeemable units</b>	<u>(2,691,005)</u>	<u>(841,511)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	14,091,290	13,318,262
Class E	1,021,942	2,156,393
Class F	5,006,803	-
Class I	164,792	148,152
	<u>20,284,827</u>	<u>15,622,807</u>
Redemption of redeemable units		
Class A	(8,948,673)	(9,340,141)
Class E	(289,335)	(186,498)
Class F	(2,347,209)	-
Class I	(9,330)	(9,916)
	<u>(11,594,547)</u>	<u>(9,536,555)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	2,366,484	755,326
Class E	141,810	53,064
Class F	110,896	-
Class I	65,144	33,003
	<u>2,684,334</u>	<u>841,393</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>11,374,614</u>	<u>6,927,645</u>

## Educators Monitored Balanced Portfolio

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

Years ended December 31

#### Net increase (decrease) in net assets attributable to holders of redeemable units

Class A	9,521,660	5,685,981
Class E	972,734	2,164,611
Class F	2,697,758	-
Class I	271,901	197,406
	<u>13,464,053</u>	<u>8,047,998</u>

#### Net assets attributable to holders of redeemable units, end of year

Class A	55,469,782	45,948,122
Class E	3,137,345	2,164,611
Class F	2,697,758	-
Class I	1,278,535	1,006,634
	<u>62,583,420</u>	<u>49,119,367</u>

#### Redeemable unit continuity (Note 3)

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

Class A	2021	2020
Number of units, beginning of year	4,382,837	3,921,640
Units issued	1,287,263	1,317,838
Units issued from reinvested distributions	216,515	74,216
Units redeemed	(810,052)	(930,857)
Number of units, end of year	<u>5,076,563</u>	<u>4,382,837</u>

Class E	2021	2020
Number of units, beginning of year	199,273	-
Units issued	90,530	211,771
Units issued from reinvested distributions	12,507	5,064
Units redeemed	(25,430)	(17,562)
Number of units, end of year	<u>276,880</u>	<u>199,273</u>

Class F	2021	2020
Number of units, beginning of year	-	-
Units issued	499,353	-
Units issued from reinvested distributions	11,370	-
Units redeemed	(234,110)	-
Number of units, end of year	<u>276,613</u>	<u>-</u>

Class I	2021	2020
Number of units, beginning of year	94,321	77,470
Units issued	14,580	14,613
Units issued from reinvested distributions	5,799	3,193
Units redeemed	(826)	(955)
Number of units, end of year	<u>113,874</u>	<u>94,321</u>

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**Educators Monitored Balanced Portfolio****Statement of Cash Flows***Years ended December 31*

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	2021	2020
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 4,780,444	\$ 1,961,864
Adjustments for:		
Net realized (gain) loss on sale of investments	(3,282,774)	(661,709)
Net change in unrealized (appreciation) depreciation in value of investments	(1,441,548)	(793,705)
Purchase of investments	(24,505,349)	(14,373,606)
Proceeds from disposal of investments	15,887,490	7,523,874
(Increase) decrease in distributions receivable from underlying funds	(2)	2,456
Increase (decrease) in amounts due to Manager-Trustee	17,013	9,514
Cash provided (used) by operating activities	<u>(8,544,726)</u>	<u>(6,331,312)</u>
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	20,106,730	15,881,758
Redemption of redeemable units	(11,581,722)	(9,533,005)
Distributions paid to holders of redeemable units, net of reinvested distributions	(222)	(298)
Cash provided (used) by financing activities	<u>8,524,786</u>	<u>6,348,455</u>
<b>Increase (decrease) in cash</b>	\$ <u>(19,940)</u>	\$ 17,143
<b>Cash, beginning of year</b>	\$ <u>62,659</u>	\$ 45,516
<b>Cash, end of year</b>	\$ <u>42,719</u>	\$ 62,659

## Educators Monitored Balanced Portfolio

### Schedule of Investments

As at December 31, 2021

No. of Units	Description	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
Canadian Mutual Funds				
1,389,193	Educators Bond Fund, Class I	\$ 14,479,416	\$ 14,577,216	
225,408	Educators Dividend Fund, Class I	2,458,179	3,189,968	
1,065,983	Educators Growth Fund, Class I	10,483,165	11,865,560	
250,289	Educators Money Market Fund, Class I	2,505,107	2,502,887	
437,365	Educators U.S. Equity Fund, Class I	4,769,031	4,974,021	
300,837	HSBC Emerging Markets Debt Fund, Institutional Series	2,943,421	2,758,649	
54,963	HSBC Emerging Markets Equity Index Fund	547,143	506,664	
54,332	HSBC Emerging Markets Pooled Fund	577,498	535,151	
397,271	HSBC Global High Yield Bond Pooled Fund	3,161,367	3,117,422	
49,261	HSBC Global Inflation Linked Bond Pooled Fund	589,587	606,466	
298,806	HSBC International Equity Index Fund	3,015,600	3,161,668	
173,706	HSBC International Equity Pooled Fund	2,801,313	3,311,490	
457,188	HSBC Mortgage Fund, Institutional Series	4,862,204	4,862,107	
32,494	HSBC Small Cap Growth Fund, Institutional Series	1,077,447	1,441,163	
434,319	HSBC U.S. Equity Index Fund	4,365,828	5,007,874	
		58,636,306	62,418,306	99.74
Total Investments		\$ 58,636,306	\$ 62,418,306	99.74
Net Investments		58,636,306	62,418,306	99.74
Other Assets Less Liabilities			165,114	0.26
Net Assets Attributable to Holders of Redeemable Units			\$ 62,583,420	100.00



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**Educators Monitored Growth Portfolio****Statement of Financial Position***As at December 31*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 16,750	\$ 36,594
Subscriptions receivable	29,637	15,707
Due from brokers	40,000	-
Investments	<u>17,480,390</u>	<u>14,211,288</u>
<b>Total assets</b>	<u>\$ 17,566,777</u>	<u>\$ 14,263,589</u>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Redemptions payable	20,000	-
Distributions payable	3,846	-
Amounts due to Manager-Trustee (Note 6)	<u>26,206</u>	<u>21,357</u>
<b>Total liabilities</b>	<u>50,052</u>	<u>21,357</u>
<b>Net assets attributable to holders of redeemable units</b>	<u>\$ 17,516,725</u>	<u>\$ 14,242,232</u>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	13,863,166	11,501,684
Class E	2,196,093	1,775,401
Class F	409,953	-
Class I	<u>1,047,513</u>	<u>965,147</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	1,268,197	1,114,540
Class E	184,563	158,043
Class F	42,372	-
Class I	<u>93,008</u>	<u>92,124</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	10.93	10.32
Class E	11.90	11.23
Class F	9.68	-
Class I	<u>11.26</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****Statement of Comprehensive Income***Years ended December 31*

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	2021	2020
<b>Income</b>		
Distributions from underlying funds	\$ 249,216	\$ 394,153
Other changes in fair value of investments:		
Net realized gain (loss)	1,393,623	221,787
Net change in unrealized appreciation (depreciation)	606,008	215,207
<b>Total income</b>	<b>2,248,847</b>	<b>831,147</b>
<b>Expenses</b>		
Management fees (Note 6)	253,670	194,753
Independent review committee fees	940	939
Harmonised sales tax	32,796	25,136
<b>Total expenses</b>	<b>287,406</b>	<b>220,828</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 1,961,441</b>	<b>\$ 610,319</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 1,556,011	\$ 364,952
Class E	\$ 245,109	\$ 193,433
Class F	\$ 8,187	\$ -
Class I	\$ 152,134	\$ 51,934
<b>Weighted average redeemable units outstanding during the year</b>		
Class A	1,158,652	1,071,185
Class E	160,359	131,503
Class F	12,299	-
Class I	92,870	81,648
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 1.34	\$ 0.34
Class E	\$ 1.53	\$ 1.47
Class F	\$ 0.67	\$ -
Class I	\$ 1.64	\$ 0.64

## Educators Monitored Growth Portfolio

### Statement 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 year</b>		
Class A	\$ 11,501,684	\$ 10,452,041
Class E	1,775,401	-
Class F	-	-
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	1,556,011	364,952
Class E	245,109	193,433
Class F	8,187	-
Class I	152,134	51,934
	<u>1,961,441</u>	<u>610,319</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	-	(118,593)
Class E	-	(32,384)
Class F	-	-
Class I	-	(25,707)
	<u>-</u>	<u>(176,684)</u>
From net realized gains		
Class A	(887,517)	(122,152)
Class E	(148,054)	(18,828)
Class F	(28,165)	-
Class I	(71,965)	(10,253)
	<u>(1,135,701)</u>	<u>(151,233)</u>
<b>Total distributions to holders of redeemable units</b>	<u>(1,135,701)</u>	<u>(327,917)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	2,348,037	2,693,111
Class E	511,572	1,692,972
Class F	798,287	-
Class I	153,364	129,929
	<u>3,811,260</u>	<u>4,516,012</u>
Redemption of redeemable units		
Class A	(1,538,748)	(2,008,420)
Class E	(335,961)	(111,004)
Class F	(396,521)	-
Class I	(223,132)	(17,469)
	<u>(2,494,362)</u>	<u>(2,136,893)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	883,699	240,745
Class E	148,026	51,212
Class F	28,165	-
Class I	71,965	35,960
	<u>1,131,855</u>	<u>327,917</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>2,448,753</u>	<u>2,707,036</u>

## Educators Monitored Growth Portfolio

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

Years ended December 31

#### Net increase (decrease) in net assets attributable to holders of redeemable units

Class A	2,361,482	1,049,643
Class E	420,692	1,775,401
Class F	409,953	-
Class I	82,366	164,394
	<u>3,274,493</u>	<u>2,989,438</u>

#### Net assets attributable to holders of redeemable units, end of year

Class A	13,863,166	11,501,684
Class E	2,196,093	1,775,401
Class F	409,953	-
Class I	1,047,513	965,147
	<u>17,516,725</u>	<u>14,242,232</u>

#### Redeemable unit continuity (Note 3)

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

Class A	2021	2020
Number of units, beginning of year	1,114,540	1,020,525
Units issued	211,052	275,741
Units issued from reinvested distributions	80,840	24,143
Units redeemed	(138,235)	(205,869)
Number of units, end of year	<u>1,268,197</u>	<u>1,114,540</u>

Class E	2021	2020
Number of units, beginning of year	158,043	-
Units issued	42,323	163,696
Units issued from reinvested distributions	12,440	4,752
Units redeemed	(28,243)	(10,405)
Number of units, end of year	<u>184,563</u>	<u>158,043</u>

Class F	2021	2020
Number of units, beginning of year	-	-
Units issued	78,383	-
Units issued from reinvested distributions	2,911	-
Units redeemed	(38,922)	-
Number of units, end of year	<u>42,372</u>	<u>-</u>

Class I	2021	2020
Number of units, beginning of year	92,124	77,062
Units issued	13,441	13,174
Units issued from reinvested distributions	6,389	3,563
Units redeemed	(18,946)	(1,675)
Number of units, end of year	<u>93,008</u>	<u>92,124</u>

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**Educators Monitored Growth Portfolio****Statement of Cash Flows***Years ended December 31*

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	2021	2020
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 1,961,441	\$ 610,319
Adjustments for:		
Net realized (gain) loss on sale of investments	(1,393,623)	(221,787)
Net change in unrealized (appreciation) depreciation in value of investments	(606,008)	(215,207)
Purchase of investments	(7,373,734)	(4,477,097)
Proceeds from disposal of investments	6,064,263	1,825,458
Increase (decrease) in amounts due to Manager-Trustee	4,849	3,423
Cash provided (used) by operating activities	<u>(1,342,812)</u>	<u>(2,474,891)</u>
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	3,797,330	4,632,311
Redemption of redeemable units	<u>(2,474,362)</u>	<u>(2,136,893)</u>
Cash provided (used) by financing activities	<u>1,322,968</u>	<u>2,495,418</u>
<b>Increase (decrease) in cash</b>	\$ <u>(19,844)</u>	\$ <u>20,527</u>
<b>Cash, beginning of year</b>	\$ <u>36,594</u>	\$ <u>16,067</u>
<b>Cash, end of year</b>	\$ <u>16,750</u>	\$ <u>36,594</u>

## Educators Monitored Growth Portfolio

### Schedule of Investments

As at December 31, 2021

					% of Net Assets Attributable to Holders of Redeemable Units
No. of Units	Description	Average Cost	Fair Value		
Canadian Mutual Funds					
165,878	Educators Bond Fund, Class I	\$ 1,730,245	\$ 1,740,611		
466,183	Educators Growth Fund, Class I	4,562,922	5,189,127		
201,322	Educators U.S. Equity Fund, Class I	2,193,453	2,289,577		
80,504	HSBC Emerging Markets Debt Fund, Institutional Series	787,761	738,218		
29,829	HSBC Emerging Markets Equity Index Fund	297,183	274,966		
28,955	HSBC Emerging Markets Pooled Fund	305,840	285,198		
108,756	HSBC Global High Yield Bond Pooled Fund	859,448	853,422		
2,116	HSBC Global Inflation Linked Bond Pooled Fund	25,310	26,051		
131,650	HSBC International Equity Index Fund	1,329,701	1,392,989		
73,122	HSBC International Equity Pooled Fund	1,163,309	1,393,982		
56,883	HSBC Mortgage Fund, Institutional Series	605,853	604,938		
9,137	HSBC Small Cap Growth Fund, Institutional Series	295,133	405,222		
198,266	HSBC U.S. Equity Index Fund	1,990,134	2,286,089		
		16,146,292	17,480,390		99.79
Total Investments		\$ 16,146,292	\$ 17,480,390		99.79
Net Investments		16,146,292	17,480,390		99.79
Other Assets Less Liabilities			36,335		0.21
Net Assets Attributable to Holders of Redeemable Units			\$ 17,516,725		100.00

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**Educators Monitored Aggressive Portfolio****Statement of Financial Position***As at December 31*

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	2021	2020
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 6,850	\$ 11,376
Subscriptions receivable	7,132	3,690
Investments	<u>4,591,082</u>	<u>2,817,919</u>
<b>Total assets</b>	<u>\$ 4,605,064</u>	<u>\$ 2,832,985</u>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Distributions payable	34	-
Amounts due to Manager-Trustee (Note 6)	<u>6,090</u>	<u>4,101</u>
<b>Total liabilities</b>	<u>6,124</u>	<u>4,101</u>
<b>Net assets attributable to holders of redeemable units</b>	<u>\$ 4,598,940</u>	<u>\$ 2,828,884</u>
<b>Net assets attributable to holders of redeemable units per class</b>		
Class A	2,963,992	2,080,766
Class E	657,150	478,838
Class F	464,734	-
Class I	<u>513,064</u>	<u>269,280</u>
<b>Number of redeemable units outstanding (Note 3)</b>		
Class A	270,890	202,844
Class E	54,850	42,795
Class F	48,362	-
Class I	<u>45,560</u>	<u>26,012</u>
<b>Net assets attributable to holders of redeemable units per class per unit</b>		
Class A	10.94	10.26
Class E	11.98	11.19
Class F	9.61	-
Class I	<u>11.26</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

### Statement of Comprehensive Income

Years ended December 31

	2021	2020
<b>Income</b>		
Distributions from underlying funds	\$ 53,067	\$ 81,781
Other changes in fair value of investments:		
Net realized gain (loss)	361,724	31,138
Net change in unrealized appreciation (depreciation)	168,399	51,818
<b>Total income</b>	<b>583,190</b>	<b>164,737</b>
<b>Expenses</b>		
Management fees (Note 6)	54,372	36,817
Independent review committee fees	185	184
Harmonised sales tax	7,054	4,779
<b>Total expenses</b>	<b>61,611</b>	<b>41,780</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units</b>	<b>\$ 521,579</b>	<b>\$ 122,957</b>
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class</b>		
Class A	\$ 372,171	\$ 49,218
Class E	\$ 73,265	\$ 57,891
Class F	\$ 13,050	\$ -
Class I	\$ 63,093	\$ 15,848
<b>Weighted average redeemable units outstanding during the year</b>		
Class A	232,572	198,340
Class E	42,114	35,216
Class F	33,288	-
Class I	34,862	22,848
<b>Increase (decrease) in net assets attributable to holders of redeemable units per class per unit</b>		
Class A	\$ 1.60	\$ 0.25
Class E	\$ 1.74	\$ 1.64
Class F	\$ 0.39	\$ -
Class I	\$ 1.81	\$ 0.69



## Educators Monitored Aggressive Portfolio

### Statement 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 year</b>		
Class A	\$ 2,080,766	\$ 1,847,476
Class E	478,838	-
Class F	-	-
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	372,171	49,218
Class E	73,265	57,891
Class F	13,050	-
Class I	63,093	15,848
	<u>521,579</u>	<u>122,957</u>
<b>Distributions to holders of redeemable units</b>		
From net investment income and return of capital		
Class A	-	(24,804)
Class E	-	(8,666)
Class F	-	-
Class I	-	(7,477)
	<u>-</u>	<u>(40,947)</u>
From net realized gains		
Class A	(233,919)	(41,693)
Class E	(51,552)	(9,573)
Class F	(36,696)	-
Class I	(40,511)	(5,397)
	<u>(362,678)</u>	<u>(56,663)</u>
<b>Total distributions to holders of redeemable units</b>	<u>(362,678)</u>	<u>(97,610)</u>
<b>Redeemable unit transactions</b>		
Proceeds from redeemable units issued		
Class A	1,247,282	836,409
Class E	248,087	459,667
Class F	761,371	-
Class I	190,970	69,679
	<u>2,447,710</u>	<u>1,365,755</u>
Redemption of redeemable units		
Class A	(736,193)	(652,337)
Class E	(143,040)	(38,720)
Class F	(309,687)	-
Class I	(10,279)	(31,785)
	<u>(1,199,199)</u>	<u>(722,842)</u>
Reinvestments of distributions to holders of redeemable units		
Class A	233,885	66,497
Class E	51,552	18,239
Class F	36,696	-
Class I	40,511	12,874
	<u>362,644</u>	<u>97,610</u>
<b>Net increase (decrease) from redeemable unit transactions</b>	<u>1,611,155</u>	<u>740,523</u>

## Educators Monitored Aggressive Portfolio

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

Years ended December 31

#### Net increase (decrease) in net assets attributable to holders of redeemable units

Class A	883,226	233,290
Class E	178,312	478,838
Class F	464,734	-
Class I	243,784	53,742
	<u>1,770,056</u>	<u>765,870</u>

#### Net assets attributable to holders of redeemable units, end of year

Class A	2,963,992	2,080,766
Class E	657,150	478,838
Class F	464,734	-
Class I	513,064	269,280
	<u>4,598,940</u>	<u>2,828,884</u>

#### Redeemable unit continuity (Note 3)

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

Class A	2021	2020
Number of units, beginning of year	202,844	178,890
Units issued	112,404	86,624
Units issued from reinvested distributions	21,376	6,684
Units redeemed	(65,734)	(69,354)
Number of units, end of year	<u>270,890</u>	<u>202,844</u>

Class E	2021	2020
Number of units, beginning of year	42,795	-
Units issued	19,880	44,824
Units issued from reinvested distributions	4,303	1,686
Units redeemed	(12,128)	(3,715)
Number of units, end of year	<u>54,850</u>	<u>42,795</u>

Class F	2021	2020
Number of units, beginning of year	-	-
Units issued	75,069	-
Units issued from reinvested distributions	3,819	-
Units redeemed	(30,526)	-
Number of units, end of year	<u>48,362</u>	<u>-</u>

Class I	2021	2020
Number of units, beginning of year	26,012	20,701
Units issued	16,830	7,201
Units issued from reinvested distributions	3,597	1,287
Units redeemed	(879)	(3,177)
Number of units, end of year	<u>45,560</u>	<u>26,012</u>

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**Educators Monitored Aggressive Portfolio****Statement of Cash Flows***Years ended December 31*

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	2021	2020
<b>Cash Flow from Operating Activities</b>		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 521,579	\$ 122,957
Adjustments for:		
Net realized (gain) loss on sale of investments	(361,724)	(31,138)
Net change in unrealized (appreciation) depreciation in value of investments	(168,399)	(51,818)
Purchase of investments	(3,101,226)	(1,367,232)
Proceeds from disposal of investments	1,858,186	680,814
Increase (decrease) in amounts due to Manager-Trustee	1,989	951
Cash provided (used) by operating activities	<u>(1,249,595)</u>	<u>(645,466)</u>
<b>Cash Flow from Financing Activities</b>		
Proceeds from redeemable units issued	2,444,268	1,368,396
Redemption of redeemable units	<u>(1,199,199)</u>	<u>(722,842)</u>
Cash provided (used) by financing activities	<u>1,245,069</u>	<u>645,554</u>
<b>Increase (decrease) in cash</b>	\$ <u>(4,526)</u>	\$ <u>88</u>
<b>Cash, beginning of year</b>	\$ <u>11,376</u>	\$ <u>11,288</u>
<b>Cash, end of year</b>	\$ <u>6,850</u>	\$ <u>11,376</u>

## Educators Monitored Aggressive Portfolio

### Schedule of Investments

As at December 31, 2021

No. of Units	Description	Average Cost	Fair Value	% of Net Assets Attributable to Holders of Redeemable Units
Canadian Mutual Funds				
106,467	Educators Growth Fund, Class I	\$ 1,068,164	\$ 1,185,097	
70,060	Educators U.S. Equity Fund, Class I	795,018	796,776	
21,539	HSBC Emerging Markets Debt Fund, Institutional Series	208,037	197,508	
11,003	HSBC Emerging Markets Equity Index Fund	109,431	101,429	
10,779	HSBC Emerging Markets Pooled Fund	111,127	106,170	
29,115	HSBC Global High Yield Bond Pooled Fund	230,867	228,470	
49,275	HSBC International Equity Index Fund	500,684	521,383	
27,314	HSBC International Equity Pooled Fund	439,804	520,700	
3,043	HSBC Small Cap Growth Fund, Institutional Series	108,896	134,962	
69,259	HSBC U.S. Equity Index Fund	699,388	798,587	
		4,271,416	4,591,082	99.83
	Total Investments	\$ 4,271,416	\$ 4,591,082	99.83
	Net Investments	4,271,416	4,591,082	99.83
	Other Assets Less Liabilities		7,858	0.17
	Net Assets Attributable to Holders of Redeemable Units		\$ 4,598,940	100.00

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# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

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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 units (“units”) which may only be issued as fully paid. The unit continuity of Class A units, Class E units, Class F units and Class I units are shown in the individual Fund’s Statement of Changes in Net Assets Attributable to Holders of Redeemable Units.

<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 Fund was 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 March 28, 2022.

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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”) as published by the International Accounting Standards Board (“IASB”).

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities (including derivative financial instruments) at fair value through profit or loss.

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# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

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

#### Basis of presentation (continued)

These financial statements are presented in Canadian dollars, the functional currency of the Funds, and are rounded to the nearest dollar unless otherwise noted.

The following summarizes the accounting policies of the Funds for the years ended December 31, 2021 and 2020:

#### 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.

#### 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.

#### 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.

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# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

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

#### Valuation of instruments (continued)

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 Funds which are measured at FVTPL are not 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 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.

#### Transaction costs

Transaction costs are expensed as incurred in the Statement 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 contracts

Forward contracts are recognized in the Statement of Financial Position when the Funds become a party to the contractual provisions of the instrument. The instrument is derecognized from the Statement of Financial Position when the contractual rights or obligations arising from that instrument expire or are extinguished. Forward 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

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# **Educators Financial Group Inc. Funds**

## **Notes to the Financial Statements**

December 31, 2021 and 2020

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

#### **Forward contracts (continued)**

in the Statement of Financial Position and the net Change in unrealized appreciation (depreciation) on forward contracts in the Statement of Comprehensive Income. Any gain or loss arising from forward contracts at close or delivery will be recorded as net realized gain (loss) on forward contracts in the Statement of Comprehensive Income. As described in Note 10, as at December 31, 2021 and 2020 the Bond Fund and Dividend Fund use forward 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 Statement 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.

#### **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 statement of financial position 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 Statement of Comprehensive Income.

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

Increase (decrease) in net assets attributable to holders of redeemable units per unit on the Statement of Comprehensive Income represents the increase (decrease) in net assets attributable to holders of redeemable units divided by the 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 these financial statements and income and expenses during the year. Actual results may differ from these estimates.



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# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

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

#### Use of estimates and judgments (continued)

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.

#### Distribution to unitholders

The net investment income and net realized 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 assets.

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 are 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.

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# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

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### 3. Redeemable unit continuity (continued)

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

Under 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 and as a result of this redemption feature its redeemable units have been classified as financial liabilities.

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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”). These 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 during 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 Statement 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, 2021 and 2020, the Funds had capital losses carried forward as follows:

	<u>2021</u>	<u>2020</u>
Mortgage & Income Fund	\$ 2,830,030	\$ 3,414,534
Dividend Fund	7,969,937	7,969,937
Money Market Fund	2,414	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 Statement 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 Statement 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 Funds. The Funds receive collateral of at least 102% of the value of securities on loan adjusted each trading day that the loan remains outstanding. Collateral consists primarily of fixed income securities.

# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

### 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 December 31, 2021 and 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	<b>1,299,683</b>	<b>1,325,677</b>	749,055	764,037
Mortgage & Income Fund	<b>12,688,741</b>	<b>12,942,519</b>	15,819,505	16,135,899
Bond Fund	<b>8,071,117</b>	<b>8,232,546</b>	5,558,254	5,669,423
Balanced Fund	<b>26,425,878</b>	<b>26,954,402</b>	25,989,893	26,509,695
Monthly Income Fund	<b>6,729,478</b>	<b>6,864,075</b>	3,130,690	3,193,307
Dividend Fund	<b>28,084,234</b>	<b>28,645,922</b>	19,726,555	20,121,092
Growth Fund	<b>449,847</b>	<b>458,845</b>	9,733,588	9,928,262
U.S. Equity Fund	<b>39,004,434</b>	<b>39,784,531</b>	11,707,723	11,941,883

Securities lending income reported in the Statement 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.

For the year ended December 31, 2021, the securities lending income were as follows:

	<b>Gross securities lending income</b>	<b>Securities lending charges</b>	<b>Net securities lending income</b>	<b>Withholding taxes on securities lending income</b>	<b>Net securities lending income received by the Fund</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Money Market Fund	671	(268)	403	-	<b>403</b>
Mortgage & Income Fund	14,020	(5,608)	8,412	-	<b>8,412</b>
Bond Fund	6,880	(2,748)	4,132	-	<b>4,132</b>
Balanced Fund	26,266	(10,506)	15,760	(105)	<b>15,655</b>
Monthly Income Fund	5,353	(2,141)	3,212	(1)	<b>3,211</b>
Dividend Fund	27,482	(10,993)	16,489	(240)	<b>16,249</b>
Growth Fund	10,133	(4,053)	6,080	-	<b>6,080</b>
U.S. Equity Fund	22,310	(8,924)	13,386	(665)	<b>12,721</b>

# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

### 5. Securities lending (continued)

For the year ended December 31, 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	2,299	(920)	1,379	-	<b>1,379</b>
Mortgage & Income Fund	11,466	(4,587)	6,879	-	<b>6,879</b>
Bond Fund	4,850	(1,940)	2,910	-	<b>2,910</b>
Balanced Fund	27,553	(11,021)	16,532	(295)	<b>16,237</b>
Monthly Income Fund	8,730	(3,492)	5,238	(125)	<b>5,113</b>
Dividend Fund	23,540	(9,416)	14,124	(252)	<b>13,872</b>
Growth Fund	33,598	(13,439)	20,159	(67)	<b>20,092</b>
U.S. Equity Fund	21,542	(8,617)	12,925	(2,171)	<b>10,754</b>

### 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	<b>0.55%</b>	0.55%	-	-	<b>0.30%</b>	-
Mortgage & Income Fund	<b>1.10%</b>	1.10%	-	-	<b>0.40%</b>	-
Bond Fund	<b>1.10%</b>	1.10%	-	-	<b>0.45%</b>	-
Balanced Fund	<b>1.65%</b>	1.65%	<b>1.32%</b>	1.32%	<b>0.70%</b>	-
Monthly Income Fund	<b>1.15%</b>	1.15%	-	-	<b>0.55%</b>	-
Dividend Fund	<b>1.60%</b>	1.60%	-	-	<b>0.70%</b>	-
Growth Fund	<b>1.75%</b>	1.75%	-	-	<b>0.75%</b>	-
U.S. Equity Fund	<b>1.75%</b>	1.75%	-	-	<b>0.75%</b>	-
Monitored Conservative Portfolio	<b>1.45%</b>	1.45%	<b>1.16%</b>	1.16%	<b>0.55%</b>	-
Monitored Balanced Portfolio	<b>1.65%</b>	1.65%	<b>1.32%</b>	1.32%	<b>0.65%</b>	-
Monitored Growth Portfolio	<b>1.75%</b>	1.75%	<b>1.40%</b>	1.40%	<b>0.75%</b>	-
Monitored Aggressive Portfolio	<b>1.75%</b>	1.75%	<b>1.40%</b>	1.40%	<b>0.80%</b>	-

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 in the Statement of Comprehensive Income.

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## Educators Financial Group Inc. Funds

### Notes to the Financial Statements

December 31, 2021 and 2020

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#### 6. Management fees (continued)

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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#### 7. Related party transactions

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

Funds	2021 \$	2020 \$
Money Market Fund	4,501,940	4,744,372
Mortgage & Income Fund	1,136,252	1,115,711
Bond Fund	14,216	-
Balanced Fund	14,095,103	12,865,589
Monthly Income Fund	96,373	82,590
Dividend Fund	171,995	116,439
U.S. Equity Fund	355,490	294,007
Monitored Conservative Portfolio	269,114	257,999
Monitored Balanced Portfolio	180,159	165,452
Monitored Growth Portfolio	187,575	165,736
Monitored Aggressive Portfolio	193,165	166,795
Total	\$ 21,201,382	\$ 19,974,690

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#### 8. Financial and Capital risk management

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

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## Educators Financial Group Inc. Funds

### Notes to the Financial Statements

December 31, 2021 and 2020

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

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.

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

	Investments		% of Net Assets attributable to holders of redeemable units	
	Fair value \$		%	
	2021	2020	2021	2020
Money Market Fund	27,484,870	29,957,757	98.93	100.14
Mortgage & Income Fund	131,238,845	143,950,266	99.46	99.48
Bond Fund	58,673,354	50,213,410	96.61	99.23
Balanced Fund	297,499,749	261,531,819	100.27	99.88
Monthly Income Fund	60,123,889	52,713,464	98.66	99.06
Dividend Fund	203,514,009	153,698,457	99.65	99.53
Growth Fund	113,179,400	95,141,798	99.93	100.39
U.S. Equity Fund	123,761,226	118,876,980	99.92	99.91
Monitored Conservative Portfolio	84,092,091	53,981,015	99.79	99.95
Monitored Balanced Portfolio	62,418,306	49,076,125	99.74	99.91
Monitored Growth Portfolio	17,480,390	14,211,288	99.79	99.78
Monitored Aggressive Portfolio	4,591,082	2,817,919	99.83	99.61

##### (i) Other price risk

At December 31, 2021 and 2020, the Funds' market risk is affected by two main components: changes in actual equity prices for equity securities/derivatives and changes in interest rates for debt securities. As at December 31, 2021 and 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:

# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

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

#### (a) Market risk (continued)

#### (i) Other price risk (continued)

December 31, 2021	Index	Increase in Net Assets attributable to holders of redeemable units \$	Decrease in Net Assets attributable to holders of redeemable units \$
Money Market Fund	FTSE TMX Canada 91 Day T-Bill	130,000	(130,000)
Mortgage & Income Fund	FTSE TMX Short Term Bond	1,117,000	(1,117,000)
Bond Fund	FTSE TMX Canada Universe Bond	558,000	(558,000)
Balanced Fund	S&P/TSX composite TR (35%), S&P 500 (12%), FTSE TMX Canada Universe Bond (40%) and MSCI EAFE TR (13%)	2,850,000	(2,850,000)
Monthly Income Fund	FTSE TMX (3%), FTSE TMX Canada Universe Bond (27%) and S&P/TSX Composite (70%)	565,000	(565,000)
Dividend Fund	S&P/TSX 60	1,942,000	(1,942,000)
Growth Fund	S&P/TSX composite	1,008,000	(1,008,000)
U.S. Equity Fund	S&P 500 TR	1,166,000	(1,166,000)
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%)	912,000	(912,000)
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%)	677,000	(677,000)
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%)	188,000	(188,000)
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%)	49,000	(49,000)

# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

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

#### (a) Market risk (continued)

#### (i) Other price risk (continued)

December 31, 2020	Index	Increase in Net Assets attributable to holders of redeemable units	Decrease in Net Assets attributable to holders of redeemable units
		\$	\$
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)



# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

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

#### (a) Market risk (continued)

##### (ii) Interest rate risk

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 December 31, 2021 and 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>December 31, 2021</b>	<b>\$</b>	<b>\$</b>
Money Market Fund	32,000	(32,000)
Mortgage & Income Fund	3,000,000	(3,000,000)
Bond Fund	4,892,000	(4,892,000)
Balanced Fund	7,664,000	(7,664,000)
Monthly Income Fund	1,075,000	(1,075,000)
Dividend Fund	2,100	(2,100)
Growth Fund	1,400	(1,400)
U.S. Equity Fund	2,700	(2,700)
	<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

December 31, 2021 and 2020

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

##### (a) Market risk (continued)

##### (ii) Interest rate risk (continued)

As at December 31, 2021 and 2020, Monitored Conservative Portfolio, Monitored Balanced Portfolio, Monitored Growth Portfolio and Monitored Aggressive Portfolio 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 December 31, 2021 and 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
December 31, 2021	\$	\$	\$	\$	\$
Mortgage & Income Fund	249,990	-	970,509	37,550,415	20,266,950
Bond Fund	-	614,847	948,722	12,641,544	44,468,241
Balanced Fund	24,996	3,449,440	280,718	29,689,044	62,535,301
Monthly Income Fund	549,967	2,499,025	80,930	3,767,672	7,859,612

  

	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.

##### (iii) Currency risk

The Bond Fund, 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 these 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 Bond Fund and Dividend Fund use forward contracts to mitigate exposure to currency risk. The tables below summarize the Funds' exposure to currency risks as at December 31, 2021 and 2020:

# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

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

#### (a) Market risk (continued)

#### (iii) Currency risk (continued)

	Investments at fair value (\$)	Cash (\$)	Other assets (\$)	Forward contracts (\$)	Total assets (\$)	Impact on Net Assets attributable to holders of redeemable units <sup>(1)</sup> (\$)
	\$	\$	\$	\$	\$	\$
<b>Bond Fund</b>						
2021	4,838,685	1,751,864	36,776	(6,253,856)	373,469	3,700
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	-	11,594	47,212	-	58,806	600
2020	-	10,286	43,107	-	53,393	500
<b>Monthly Income Fund</b>						
2021	9,075,694	2,578	31,932	-	9,110,204	91,100
2020	8,249,710	2,408	28,476	-	8,280,594	82,800
<b>Dividend Fund</b>						
2021	45,931,373	100,299	87,669	(45,978,660)	140,681	1,400
2020	35,831,975	102,068	51,986	(35,544,600)	441,429	4,400
<b>Growth Fund</b>						
2021	-	9,787	28,352	-	38,139	400
2020	-	4,258	5,056	-	9,314	100
<b>U.S. Equity Fund</b>						
2021	122,286,536	-	231,705	-	122,518,241	1,225,200
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 December 31, 2021 and 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 Fund 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

December 31, 2021 and 2020

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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 and asset-backed securities. The Funds' exposure to credit risk relating to forward contracts is limited to the fair value recorded at year 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 December 31, 2021 and 2020 are noted below:

# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

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

#### (c) Credit risk (continued)

December 31, 2021	AAA %	AA %	A %	BBB %	BB %	B %	CCC %	Not Rated %	Total %
Money Market Fund									
Short-term investments	49.45	50.55	-	-	-	-	-	-	100.00
Mortgage & Income Fund									
Bonds	18.59	5.43	29.31	42.85	-	-	-	-	96.18
Asset-backed securities	3.41	-	-	-	-	-	-	-	3.41
Short-term investments	0.41	-	-	-	-	-	-	-	0.41
Bond Fund									
Bonds	9.58	7.90	33.52	32.17	13.14	-	-	-	96.31
Asset-backed securities	1.21	1.43	-	-	-	-	-	-	2.64
Short-term investments	1.05	-	-	-	-	-	-	-	1.05
Balanced Fund									
Bonds	10.77	12.37	48.53	23.75	0.24	-	-	-	95.66
Asset-backed securities	0.72	-	-	-	-	-	-	-	0.72
Short-term investments	3.62	-	-	-	-	-	-	-	3.62
Monthly Income Fund									
Bonds	19.11	5.34	22.72	26.12	-	-	-	-	73.29
Asset-backed securities	3.01	1.44	1.60	-	-	-	-	-	6.05
Short-term investments	20.66	-	-	-	-	-	-	-	20.66
Dividend Fund									
Short-term investments	100.00	-	-	-	-	-	-	-	100.00
Growth Fund									
Short-term investments	82.56	17.44	-	-	-	-	-	-	100.00
U.S. Equity Fund									
Short-term investments	100.00	-	-	-	-	-	-	-	100.00

# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

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

#### (c) Credit risk (continued)

	AAA	AA	A	BBB	BB	B	CCC	Not Rated	Total
December 31, 2020	%	%	%	%	%	%	%	%	%
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 securities	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 securities	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 securities	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 securities	3.20	1.34	2.35	1.19	-	-	-	-	8.08
Short-term investments	-	-	-	-	-	-	-	-	-
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

#### (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 Investments.

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

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# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

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

#### (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 payment of the NAV per unit of the Fund they are invested in 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.                                |

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.

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# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

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

#### Fair value disclosure (continued)

##### (c) Fixed income investments

Bonds 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 statement of financial position 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 and have been classified as Level 2.

##### (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.

#### 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 December 31, 2021 and 2020.



# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

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

#### Financial instruments by category (continued)

Financial Assets at fair value as at December 31, 2021				
	Level 1	Level 2	Level 3	Total
<b>Money Market Fund</b>				
Short Term Investments	-	27,484,870	-	27,484,870
<b>Mortgage &amp; Income Fund</b>				
Asset-Backed Securities	-	2,101,653	-	2,101,653
Bonds	-	56,686,221	-	56,686,221
Mutual Funds	-	69,627,224	-	69,627,224
Preferred Shares	2,573,757	-	-	2,573,757
Short Term Investments	-	249,990	-	249,990
Total Investments	2,573,757	128,665,088	-	131,238,845
<b>Bond Fund</b>				
Asset-Backed Securities	-	708,492	-	708,492
Bonds	-	57,350,015	-	57,350,015
Short Term Investments	-	614,847	-	614,847
Total Investments	-	58,673,354	-	58,673,354
Derivative Assets - forward contracts	-	33,856	-	33,856
Derivative Liabilities - forward contracts	-	(53,198)	-	(53,198)
<b>Balanced Fund</b>				
Asset-Backed Securities	-	694,104	-	694,104
Bonds	-	91,810,959	-	91,810,959
Mutual Funds	-	108,806,911	-	108,806,911
Equities	92,713,339	-	-	92,713,339
Short Term Investments	-	3,474,436	-	3,474,436
Total Investments	92,713,339	204,786,410	-	297,499,749
<b>Monthly Income Fund</b>				
Asset-Backed Securities	-	891,287	-	891,287
Bonds	-	10,816,927	-	10,816,927
Mutual Funds	-	2,696,361	-	2,696,361
Equities	42,670,322	-	-	42,670,322
Short Term Investments	-	3,048,992	-	3,048,992
Total Investments	42,670,322	17,453,567	-	60,123,889

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## Educators Financial Group Inc. Funds

### Notes to the Financial Statements

December 31, 2021 and 2020

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

##### Financial instruments by category (continued)

Financial Assets at fair value as at December 31, 2021				
	Level 1	Level 2	Level 3	Total
<b>Dividend Fund</b>				
Equities	198,166,430	-	-	198,166,430
Short Term Investments	-	5,347,579	-	5,347,579
Total Investments	198,166,430	5,347,579	-	203,514,009
Derivative Assets - forward contracts	-	605,893	-	605,893
Derivative Liabilities - forward contracts	-	(132,192)	-	(132,192)
<b>Growth Fund</b>				
Equities	112,319,824	-	-	112,319,824
Short Term Investments	-	859,576	-	859,576
Total Investments	112,319,824	859,576	-	113,179,400
<b>U.S. Equity Fund</b>				
Equities	122,286,536	-	-	122,286,536
Short Term Investments	-	1,474,690	-	1,474,690
Total Investments	122,286,536	1,474,690	-	123,761,226
<b>Monitored Conservative Portfolio</b>				
Mutual Funds	-	84,092,091	-	84,092,091
<b>Monitored Balanced Portfolio</b>				
Mutual Funds	-	62,418,306	-	62,418,306
<b>Monitored Growth Portfolio</b>				
Mutual Funds	-	17,480,390	-	17,480,390
<b>Monitored Aggressive Portfolio</b>				
Mutual Funds	-	4,591,082	-	4,591,082

# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

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

#### Financial instruments by category (continued)

	Financial Assets at fair value as at December 31, 2020			
	Level 1	Level 2	Level 3	Total
<b>Money Market Fund</b>				
Short Term Investments	-	29,957,757	-	29,957,757
<b>Mortgage &amp; Income Fund</b>				
Asset-Backed Securities	-	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
<b>Bond Fund</b>				
Asset-Backed Securities	-	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
<b>Balanced Fund</b>				
Asset-Backed Securities	-	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
<b>Monthly Income Fund</b>				
Asset-Backed Securities	-	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

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## Educators Financial Group Inc. Funds

### Notes to the Financial Statements

December 31, 2021 and 2020

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

##### Financial instruments by category (continued)

Financial Assets at fair value as at December 31, 2020				
	Level 1	Level 2	Level 3	Total
<b>Dividend Fund</b>				
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)
<b>Growth Fund</b>				
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
<b>U.S. Equity Fund</b>				
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
<b>Monitored Conservative Portfolio</b>				
Mutual Funds	-	53,981,015	-	53,981,015
<b>Monitored Balanced Portfolio</b>				
Mutual Funds	-	49,076,125	-	49,076,125
<b>Monitored Growth Portfolio</b>				
Mutual Funds	-	14,211,288	-	14,211,288
<b>Monitored Aggressive Portfolio</b>				
Mutual Funds	-	2,817,919	-	2,817,919

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

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## Educators Financial Group Inc. Funds

### Notes to the Financial Statements

December 31, 2021 and 2020

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#### 10. Forward contracts

As at December 31, 2021, the Bond Fund and Dividend Fund had the following forward contracts:

##### December 31, 2021

Buy		Sell		Maturity	Forward Contract
Currency		Currency		Date	Asset (Liability)
Bond Fund					
2,091,539	CAD	1,632,000	USD	31-Mar-22	29,486
198,646	CAD	155,000	USD	31-Mar-22	2,802
1,354,579	CAD	1,071,000	USD	28-Feb-22	1,568
693,112	CAD	560,000	USD	31-Jan-22	(14,275)
1,897,547	CAD	1,533,000	USD	31-Jan-22	(38,923)
Dividend Fund					
46,117,126	CAD	36,400,000	USD	2-Feb-22	136,511
35,100,000	USD	44,468,997	CAD	5-Jan-22	(132,192)
44,806,203	CAD	35,100,000	USD	5-Jan-22	469,382

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

##### December 31, 2020

Buy Currency		Sell Currency		Maturity Date	Forward Contract Asset (Liability)
Bond Fund					
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
Dividend Fund					
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

# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

### 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 Funds 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.

December 31, 2021			
Fund of Funds	Number of investee funds held	Total Net Assets of investee funds	Carrying amount included in investments
Educators Monitored Conservative Portfolio	14	\$6,108,183,211	\$84,092,091

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	\$60,731,508	52.59%	\$31,941,483

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

# Educators Financial Group Inc. Funds

## Notes to the Financial Statements

December 31, 2021 and 2020

### 11. Investments with associates (continued)

#### December 31, 2021

<b>Fund of Funds</b>	<b>Number of investee funds held</b>	<b>Total Net Assets of investee funds</b>	<b>Carrying amount included in investments</b>
Educators Monitored Balanced Portfolio	15	\$6,444,337,016	\$62,418,306

<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 in Statement of Financial Position</b>
Educators Bond Fund, Class I	Investment	Canada	\$60,731,508	24.00%	\$14,577,216

#### December 31, 2020

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

<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 in Statement of Financial Position</b>
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

December 31, 2021 and 2020

### 11. Investments with associates (continued)

#### December 31, 2021

<b>Fund of Funds</b>	<b>Number of investee funds held</b>	<b>Total Net Assets of investee funds</b>	<b>Carrying amount included in investments</b>
Educators Balanced Fund	2	\$2,320,133,817	\$108,806,911

<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 in Statement of Financial Position</b>
Beutel Goodman International Equity Fund, Class I	Investment	Canada	\$294,261,712	17.49%	\$51,463,978

#### December 31, 2020

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

<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 in Statement of Financial Position</b>
Beutel Goodman International Equity Fund, Class I	Investment	Canada	\$259,158,672	18.29%	\$47,400,947

During the current year 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.



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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