

2023

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

June 30, 2023

Offered by Educators Financial Group
Portfolio Manager: Fiera Capital Inc., Toronto, Ontario

Educators Growth Fund





This interim management report of fund performance contains financial highlights but does not contain either the interim financial report or annual financial statements of the investment fund. You can get a copy of the interim financial report or annual financial statements at your request, and at no cost, by calling 1.800.263.9541, by writing to us at Educators Financial Group, 2225 Sheppard Ave. East, Suite 1105, Toronto, Ontario, M2J 5C2, or by visiting our website at www.educatorsfinancialgroup.ca or SEDAR at www.sedar.com.

Securityholders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

Caution Regarding Forward-looking Statements

This report may contain forward-looking statements about the Fund, including its strategy, risks, expected performance and condition. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "expects", "anticipates", "intends", "plans", "believes", "estimates" or negative versions thereof and similar forward-looking expressions.

In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future general economic, political and relevant market factors, such as interest rates, foreign exchange rates, equity and capital markets, and the general business environment, in each case assuming no changes to applicable tax or other laws or government regulation. Expectations and projections about future events are inherently subject to, among other things, risks, and uncertainties, some of which may be unforeseeable. Accordingly, assumptions concerning future economic and other factors may prove to be incorrect at a future date.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors in North America and internationally, including international conflicts, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events, including any potential lingering impact of the COVID-19 pandemic on the Fund and/or its operations.

It should be stressed that the above-mentioned list of factors is not exhaustive. You are encouraged to consider these and other factors carefully before making any investment decisions and you are urged to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements, whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance unless required by applicable law.

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Results of Operations

The Fund's net assets increased by 7.5% to \$116.6 million at the end of June 2023, up from \$108.5 million at the end of December 2022.

Investment Performance

For the year/period ending June 30, 2023 (*the period*), the Educators Growth Fund – Class A Series provided a return of 8.93% versus the S&P/TSX Composite Total Return Index (*the Benchmark*) return of 5.70%.

The Fund outperformed its Benchmark over the period. Unlike the Benchmark, the Fund's return is net of fees and expenses paid by the Fund. Detailed performance is provided under the heading "Past Performance" in this report. Investors cannot invest in the Benchmark without incurring fees, expenses and commissions which are not reflected in Benchmark returns.

Canadian equity markets rallied at the beginning of the year, as sentiment improved despite continued recession fears. Despite the consistently hawkish tone from North American central banks and the emergence of the U.S. regional banking crisis, the Benchmark showed positive returns across most areas of the market through the first quarter. Volatility increased going into the second quarter, and the rally was somewhat dampened by continuing concerns around a potential recession. With inflation slowing and an uptick in mergers and acquisitions activity, technology companies continued their rise while more defensive areas of the market struggled. The strongest performing sectors were Information Technology (47.5%) and Consumer Discretionary (11.3%), with Materials (0.6%) and Energy (-2.3%) the biggest laggards.

The Fund outperformed its benchmark during the period, benefitting from positive relative contribution in all sectors. The greatest contribution came from the Fund's lack of exposure to the Energy sector, which posted the only sector-level negative return in the Benchmark. The Fund's overweight to the Information Technology sector contributed significantly, most notably due to holdings of Constellation Software and CGI Inc., which respectively provide mission critical software and consulting services. The contribution of the sector was partially offset by Shopify Inc., whose steep price decline in 2022 was followed by a strong performance in 2023, driving the positive returns of the sector. This stock is not held in the Fund and so detracted from performance relative to the Benchmark. The Fund's holdings in Information Technology are concentrated on companies that provide mission critical products and services and whose revenues are expected to remain strong regardless of economic conditions. Additional positive relative contributions came from both the Fund's overweight and security selection within the Industrials sector. Both Stantec Inc. and Thompson Reuters, which are held in the Fund, outperformed the sector.

During the period, the portfolio manager did not add any new positions to the Fund. In the second quarter, the Fund exited

Brookfield Asset Management. The Fund holds Brookfield Corporation (Ticker BN), a Canadian multinational company that is one of the world's largest alternative investment management companies. It focuses on direct control investments in real estate, renewable power, infrastructure, credit and private equity. The company operates via a number of subsidiaries through which it maintains varying levels of ownership. In Q4 2022 the Fund received units of Brookfield Asset Management (Ticker BAM), the primary asset management division, after a spin-off in which Brookfield Corp continued to maintain 75% ownership. After undertaking a due diligence process to properly understand the structure and dynamics of the new separated entity, we decided to exit the position primarily for valuation reasons. We still maintain a position in the parent entity, Brookfield Corporation.

Recent Developments

Both the Canadian fixed-income and equity markets are expecting a shallow downturn, anticipated to begin later in 2023. The expected timing of this outcome has been pushed back compared to prior forecasts. We believe that economic activity will continue to slow through the rest of the 2023, as higher interest rates by Bank of Canada, including the 0.25% hike in July, slow consumer spending. Headline inflation has decreased, but we believe that further lowering of core inflation is required to stave off further interest rate hikes. Based on the economic and earnings data which has been released in July, we have maintained our equity positioning and will continue to focus on high quality companies going forward.

Related Party Transactions

In the first six months of 2023 Educators Financial Group did not refer any conflict of interest matters to the Fund's Independent Review Committee (*the IRC*) and accordingly did not rely upon any recommendation of the IRC in respect of any related party transactions.

Educators Financial Group is the Manager and Trustee of the Fund. Educators Financial Group is a wholly-owned subsidiary of the Ontario Secondary School Teachers' Federation (*OSSTF*). OSSTF may from time to time invest in units of the Fund.



FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the six-month period and for the past five years. Currently Class I units of the Fund are not being offered to purchase by retail investors.

Educators Growth Fund – Class A Series – Net Assets per Unit ⁽¹⁾

	Six-months ended June 30		Year ended December 31			
	2023	2022	2021	2020	2019	2018
Net Assets, beginning of year/period	\$25.43	\$25.89	\$24.04	\$24.11	\$20.22	\$23.97
Increase (decrease) from operations:						
Total revenue	\$0.31	\$0.48	\$0.55	\$0.66	\$0.59	\$0.55
Total expenses, including transaction costs [excluding distributions]	(\$0.26)	(\$0.50)	(\$0.51)	(\$0.45)	(\$0.46)	(\$0.46)
Realized gains (losses) for the period	\$0.20	(\$0.25)	\$3.90	\$0.33	\$0.63	\$1.03
Unrealized gains (losses) for the period	\$2.02	(\$0.17)	\$1.20	(\$0.68)	\$3.37	(\$3.80)
Total increase (decrease) from operations ⁽²⁾	\$2.27	(\$0.44)	\$5.14	(\$0.14)	\$4.13	(\$2.68)
Distributions:						
From net investment income (excluding dividends)	\$--	\$--	\$--	\$--	\$--	\$--
From dividends	\$--	\$--	\$0.06	\$0.11	\$0.05	\$--
From capital gains	\$--	\$--	\$3.34	\$--	\$0.09	\$1.00
Return of capital	\$--	\$--	\$--	\$--	\$--	\$--
Total Annual Distributions ⁽³⁾	\$--	\$--	\$3.40	\$0.11	\$0.14	\$1.00
Net Assets, end of year/period	\$27.70	\$25.43	\$25.89	\$24.04	\$24.11	\$20.22

Ratios and Supplemental Data (based on Net Asset Value)

	Six-months ended June 30		Year ended December 31			
	2023	2022	2021	2020	2019	2018
Total Net Asset Value (000's) ⁽⁴⁾	\$88,436	\$81,597	\$85,542	\$76,661	\$83,979	\$78,907
Number of units outstanding ⁽⁴⁾	3,192,205	3,208,105	3,304,674	3,188,777	3,482,624	3,901,914
Management expense ratio ⁽⁵⁾	1.98%	1.98%	1.98%	1.98%	1.97%	1.93%
Management expense ratio before waivers or absorptions ⁽⁶⁾	1.98%	1.98%	1.98%	1.98%	1.98%	1.98%
Trading expense ratio ⁽⁷⁾	--%	0.01%	0.04%	0.03%	0.03%	0.03%
Portfolio turnover rate ⁽⁸⁾	1.72%	9.24%	84.40%	44.47%	53.47%	44.76%
Net Asset Value per unit	\$27.70	\$25.43	\$25.89	\$24.04	\$24.11	\$20.22



EDUCATORS GROWTH FUND

Educators Growth Fund – Class I Series – Net Assets per Unit ⁽¹⁾

	Six-months ended June 30		Year ended December 31			
	2023	2022	2021	2020	2019	2018
Net Assets, beginning of year/period	\$11.15	\$11.13	\$10.18	\$10.21	\$8.50	\$10.00
Increase (decrease) from operations:						
Total revenue	\$0.14	\$0.21	\$0.24	\$0.29	\$0.25	\$0.24
Total expenses, including transaction costs [excluding distributions]	\$--	\$--	(\$0.01)	\$--	\$--	\$--
Realized gains (losses) for the period	\$0.09	(\$0.11)	\$1.64	\$0.16	\$0.29	\$0.31
Unrealized gains (losses) for the period	\$0.90	(\$0.08)	\$0.51	\$0.09	\$1.14	(\$2.21)
Total increase (decrease) from operations ⁽²⁾	\$1.13	\$0.02	\$2.38	\$0.54	\$1.68	(\$1.66)
Distributions:						
From net investment income (excluding dividends)	\$--	\$--	\$--	\$--	\$--	\$--
From dividends	\$0.12	\$--	\$0.06	\$0.24	\$0.14	\$--
From capital gains	\$--	\$--	\$1.43	\$--	\$0.04	\$0.53
Return of capital	\$--	\$0.01	\$--	\$--	\$--	\$--
Total Annual Distributions ⁽³⁾	\$0.12	\$0.01	\$1.49	\$0.24	\$0.18	\$0.53
Net Assets, end of year/period	\$12.15	\$11.15	\$11.13	\$10.18	\$10.21	\$8.50

Ratios and Supplemental Data (based on Net Asset Value)

	Six-months ended June 30		Year ended December 31			
	2023	2022	2021	2020	2019	2018
Total Net Asset Value (000's) ⁽⁴⁾	\$23,334	\$22,911	\$24,384	\$18,110	\$13,466	\$5,598
Number of units outstanding ⁽⁴⁾	1,921,012	2,055,050	2,190,643	1,778,907	1,318,514	658,596
Management expense ratio ⁽⁵⁾	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%
Management expense ratio before waivers or absorptions ⁽⁶⁾	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%
Trading expense ratio ⁽⁷⁾	--%	0.01%	0.04%	0.03%	0.03%	0.03%
Portfolio turnover rate ⁽⁸⁾	1.72%	9.24%	84.40%	44.47%	53.47%	44.76%
Net Asset Value per unit	\$12.15	\$11.15	\$11.13	\$10.18	\$10.21	\$8.50



EDUCATORS GROWTH FUND

Educators Growth Fund – Class F Series – Net Assets per Unit ⁽¹⁾

	Six-months ended June 30	Year ended December 31	
	2023	2022	2021
Net Assets, beginning of year/period	\$10.52	\$10.60	\$10.00
Increase (decrease) from operations:			
Total revenue	\$0.13	\$0.20	\$0.09
Total expenses, including transaction costs [excluding distributions]	(\$0.05)	(\$0.09)	(\$0.04)
Realized gains (losses) for the period	\$0.08	(\$0.11)	\$0.13
Unrealized gains (losses) for the period	\$0.84	(\$0.05)	\$0.24
Total increase (decrease) from operations ⁽²⁾	\$1.00	(\$0.05)	\$0.42
Distributions:			
From net investment income (excluding dividends)	\$--	\$--	\$--
From dividends	\$0.07	\$--	\$--
From capital gains	\$--	\$--	\$0.20
Return of capital	\$--	\$--	\$--
Total Annual Distributions ⁽³⁾	\$0.07	\$--	\$0.20
Net Assets, end of year/period	\$11.46	\$10.52	\$10.60

Ratios and Supplemental Data (based on Net Asset Value)

	Six-months ended June 30	Year ended December 31	
	2023	2022	2021
Total Net Asset Value (000's) ⁽⁴⁾	\$4,838	\$3,976	\$3,332
Number of units outstanding ⁽⁴⁾	422,259	377,864	314,416
Management expense ratio ⁽⁵⁾	0.85%	0.85%	0.84%
Management expense ratio before waivers or absorptions ⁽⁶⁾	0.85%	0.85%	0.84%
Trading expense ratio ⁽⁷⁾	--%	0.01%	0.04%
Portfolio turnover rate ⁽⁸⁾	1.72%	9.24%	84.40%
Net Asset Value per unit	\$11.46	\$10.52	\$10.60

⁽¹⁾ This information is derived from the Fund's interim financial report and audited annual financial statements. For financial years beginning after January 1, 2014, the financial highlights were derived from the Fund's financial statements prepared in accordance with International Financial Reporting Standards (IFRS). All references to "Net Assets" or "Net Assets per Unit" in these financial highlights are references to net assets attributable to holders of redeemable units determined in accordance with IFRS as presented in the financial statements of the Fund.

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

⁽³⁾ Distributions were either paid in cash or reinvested in additional units of the Fund.

⁽⁴⁾ This information is provided as at June 30 or December 31 of the year shown.

⁽⁵⁾ Management expense ratio is based on total expenses (excluding [distributions], commissions, and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

⁽⁶⁾ The management expense ratio before waivers or absorptions shows what the management expense ratio of the Fund would have been if Educators Financial Group had not charged a lesser amount for its management fee.

⁽⁷⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

⁽⁸⁾ The Fund's portfolio turnover rate indicates how actively the Fund's portfolio manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

Management Fees

Educators Financial Group is the Manager-Trustee, promoter, and principal distributor of the Fund, and is responsible for the day-to-day management and administration of the Fund.

The Manager-Trustee monitors and evaluates the performance of the Fund and pays for the investment management services of the portfolio manager, as well as all administrative services required by the Fund. As compensation for these services, Educators Financial Group is entitled to receive a fee, payable monthly and calculated daily, based on the Net Asset Value of the Fund, at the annual rate of 1.75% for the Class A Series and 0.75% for the Class F Series. The Class I Series is identical in all aspects to the Class A Series, except that there is no management fee payable by the Fund in respect of the Class I units.

The Fund is responsible for paying any applicable tax owing on its management fee.

Approximately 19.8% of the total management fees collected from all Series excluding Class I Series, approximately 15.8% of the total management fees collected, were used to pay for portfolio management services, with the remainder of the fees being allocated to custodial services, marketing, technology, and Manager-Trustee operating expenses.

PAST PERFORMANCE

General

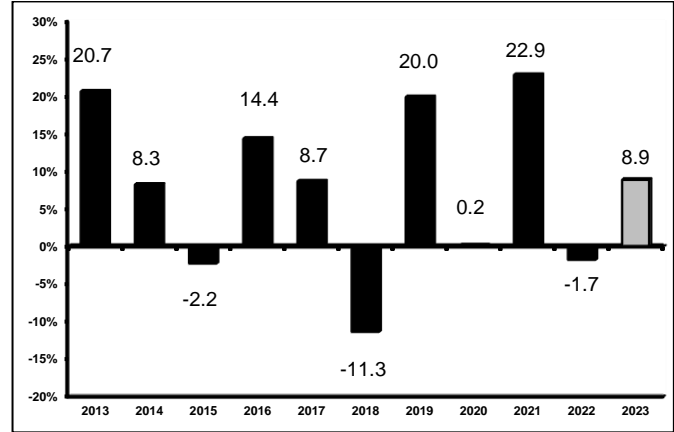
The Fund's performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund.

The performance information does not take into account sales, redemption, distribution, or other optional charges that would have reduced returns or performance. The performance of different fund series may vary for a number of reasons, including differences in management fees and expenses. Please remember that how the Fund has performed in the past does not necessarily indicate how it will perform in the future.

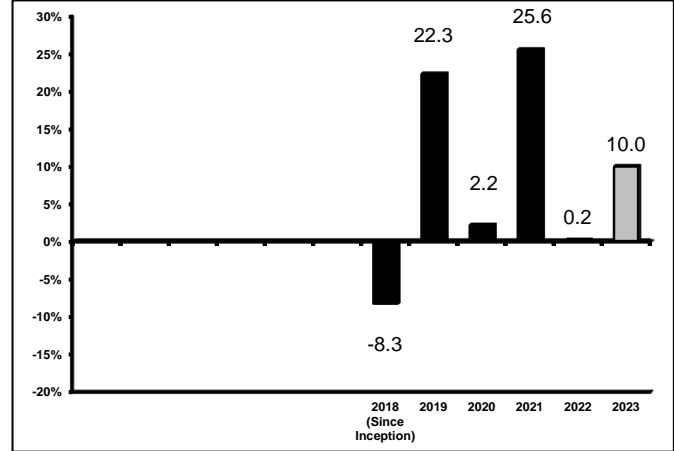
Year-by-Year Returns

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

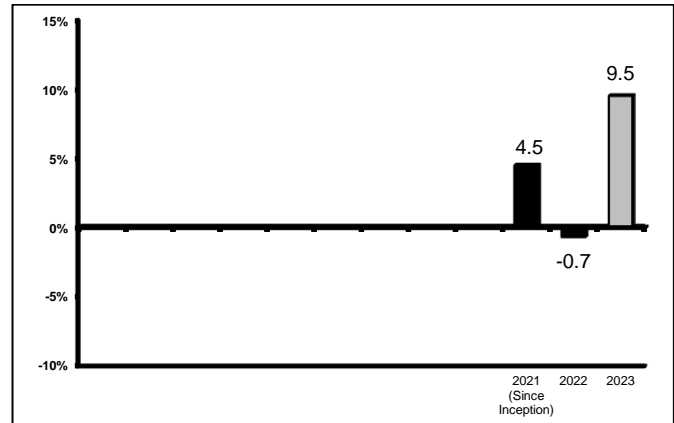
Annual Returns – Class A Series



Annual Returns – Class I Series ⁽¹⁾



Annual Returns – Class F Series ⁽²⁾



■ % Increase/decrease □ For the six-month period ended June 30, 2023

⁽¹⁾ The Class I Series commenced operations January 4, 2018

⁽²⁾ The Class F Series commenced operation May 14, 2021

SUMMARY OF INVESTMENT PORTFOLIO

(Based on Net Asset Value)

As at June 30, 2023

Sector Mix	Percentage of Net Asset Value
Industrials	28.20 %
Financials	25.19 %
Information Technology	14.77 %
Consumer Staples	13.48 %
Consumer Discretionary	7.59 %
Communication Services	5.47 %
Materials	4.40 %
Short-term investments	0.90 %
Cash and Cash Equivalents	0.01 %
Net Other Assets (Liabilities)	(0.01) %

Top 25 Holdings

Security Name	Percentage of Net Asset Value
Constellation Software Inc.	5.80 %
CGI Inc.	5.48 %
Canadian Pacific Kansas City Ltd	5.27 %
Thomson Reuters Corp.	5.10 %
Dollarama Inc.	4.89 %
Intact Financial Corp.	4.82 %
Canadian National Railway Co.	4.50 %
Royal Bank of Canada	4.39 %
Metro Inc.	4.38 %
Toromont Industries Ltd.	4.26 %
TMX Group Ltd.	4.20 %
Alimentation Couche-Tard Inc.	3.87 %
Waste Connections Inc.	3.86 %
National Bank of Canada	3.41 %
Bank of Montreal	3.26 %
TELUS Corp.	3.22 %
Toronto-Dominion Bank	3.12 %
CCL Industries Inc.	2.96 %
Restaurant Brands International Inc.	2.70 %
Loblaw Cos Ltd.	2.63 %
Empire Co., Ltd.	2.61 %
Stantec Inc.	2.27 %
Descartes Systems Group Inc.	2.26 %
Quebecor Inc.	2.12 %
Brookfield Corp.	2.00 %
Total Net Assets (000's)	\$116,607

The top 25 holdings represent approximately 93.38% of the total net assets of the Fund.

The summary of investment portfolio of the Fund is as at June 30, 2023 and may change due to the Fund's ongoing portfolio transactions. Updates are available quarterly.

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