

# IA Clarington Focused Balanced Fund

Series A, E, E5, EF, EF5, EX, F, F5, I, L, L5 and T5 Units

## Annual Management Report of Fund Performance

March 31, 2021

This annual management report of fund performance contains financial highlights but does not contain the complete annual financial statements of the Fund. You can get a copy of the annual financial statements at your request, and at no cost, by calling 1-800-530-0204, by writing to us at 522 University Avenue, Suite 700, Toronto, ON M5G 1Y7, or by visiting our website at [www.iaclarington.com](http://www.iaclarington.com) or SEDAR at [www.sedar.com](http://www.sedar.com).

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

# IA Clarington Focused Balanced Fund

March 31, 2021

## Management Discussion of Fund Performance

The management discussion of fund performance for IA Clarington Focused Balanced Fund (the "Fund") represents management's view of the significant factors and developments affecting the Fund's performance and outlook for the 12-month period ended March 31, 2021. IA Clarington Investments Inc. is the manager (the "Manager") of the Fund.

Series EF, EF5, and EX of the Fund are closed to new investors. Investors who currently hold these series may purchase additional units.

## Investment Objective and Strategies

The Fund's investment objective is to achieve capital appreciation and provide moderate income by investing primarily in a portfolio of Canadian equity and fixed income investments.

The Fund's strategy is to invest primarily in a portfolio of Canadian equity and fixed income investments. The Fund may invest up to 49% of its assets in foreign securities.

The Fund's Portfolio Manager is Industrial Alliance Investment Management Inc. ("IAIM" or the "Portfolio Manager") and its Sub-Advisor is IA Clarington Investments Inc. (the "Portfolio Sub-Advisor" or the "fund manager").

## Risk

The overall risk of investing in the Fund remains as described in the prospectus.

The Fund is suitable for investors seeking the possibility for capital appreciation and modest income, with a low to medium risk tolerance and planning to invest over the medium to long term.

## Results of Operations

The Fund's Net Assets decreased by 19.1% or \$8.9 million during the period, from \$46.7 million on March 31, 2020 to \$37.8 million on March 31, 2021. This change in Net Assets resulted from a decrease of \$16.4 million due to net redemptions, a decrease of \$1.1 million due to distributions and an increase of \$8.6 million due to investment operations, including market volatility, income and expense.

The average Net Asset Value of the Fund decreased by 42.9% or \$31.9 million in comparison to the prior period, from \$74.4 million to \$42.5 million. Average Net Asset Value influence revenue earned and expenses incurred by the Fund during the period.

Series A units of the Fund returned 22.3% for the 12-month period ending March 31, 2021. The performance of the other series of the Fund is substantially similar, save for differences in fees and expense structure. Refer to the "Past Performance" section for performance information of each series.

The Fund's broad-based benchmark, the S&P/TSX Composite Index, returned 44.2% for the same 12-month period. The comparison to this broad-based index has been provided to help you understand the Fund's performance relative to the general performance of the Canadian equity market. The Fund's benchmark, which is composed of the S&P/TSX Composite Index (60%) and the FTSE Canada Universe Bond Index (40%), returned 25.9% for the same period. This comparison to Fund performance is more useful, because it more closely reflects the asset classes in which the Fund invests. The Fund's return calculation for all series includes fees and expenses, which are not applicable in generating a return for the benchmark.

Global economic growth, particularly in the U.S., increased during the past two quarters as economic lockdowns have decreased and vaccine rollouts began. Value and cyclical securities have had the largest positive affect on overall returns, and financials and energy-related stocks led the Canadian markets in returns. Long-term bond yields increased from decades-old low levels, reflecting higher expectations for inflation and economic growth.

The Fund benefited from its higher allocation to equities, which outperformed its fixed income holdings during the period. For the equity component, the Fund's exposure to the financials and industrials sectors were the main contributors to performance. Individual contributors included Superior Plus Corp., owing to its effective expense management through the pandemic, resulting in margin strength in a challenging operating environment. Royal Bank of Canada benefited from higher capital markets revenue, strong expense and margin management and rising interest rates over the last year.

The Fund's fixed income component contributed to performance through its sole fixed income position in IA Clarington Strategic Corporate Bond Fund, as its high-yield corporate bond exposure benefited during a rising interest rate environment.

In the equity component, no individual sectors detracted from the Fund's performance during the period. The largest individual detractor was Raytheon Co., as demand for commercial airplanes was lower as a result of the pandemic. Loblaw Companies Ltd. experienced higher pandemic-related operating costs, which resulted in lower margins and share-price underperformance.

Overall, the Fund's equity and fixed income exposures were decreased over the period, while cash and other holdings increased.

New positions in the Fund included Carrier Global Corp., CGI Group Inc. and Pembina Pipeline Corp.

Increased positions in the Fund included Microsoft Corp., BCE Inc. and Apple Inc.

Decreased positions in the Fund included Cisco Systems Inc., Loblaw Companies and Unilever PLC.

Positions that were eliminated from the Fund included Eli Lilly and Co., Metro Inc. and AT&T Inc.

# IA Clarington Focused Balanced Fund

March 31, 2021

## Recent Developments

Over the next year, the fund manager expects strong economic, employment and earnings growth to continue in North American and global markets. Securities providing yield and earnings growth will likely continue leading the market in the coming 12 months, particularly value and consumer-related equities, as well as high-yield corporate bonds.

The Fund is positioned with overweight exposures to higher yielding and defensive stocks, as well as companies that are more likely to benefit as economies reopen. The Fund's fixed income exposure is heavily weighted to high-yield corporate debt, which is less sensitive to interest rates. The Fund has a material exposure to foreign securities to complement and diversify its overall sector exposure.

Series P units of the Fund were terminated effective June 18, 2020. Subject to all applicable approvals, on or about August 27, 2021, the Fund will be merged with IA Clarington Strategic Income Fund.

Certain series of the Fund, as applicable, may make distributions which the Manager may change from time to time. If the aggregate amount of distributions in such series exceeds the portion of net income and net realized capital gains allocated to such series, the excess will constitute a return of capital. The Manager does not believe that the return of capital distributions made by such series of the Fund have a meaningful impact on the Fund's ability to implement its investment strategy or to fulfill its investment objective.

## Related Party Transactions

The Portfolio Manager is affiliated with the Manager as they are both under common control of Industrial Alliance Insurance and Financial Services Inc. ("Industrial Alliance").

For the provision of management services, the Manager received management fees from the Fund, based on the average Net Asset Values of the respective series. The management fees paid are disclosed in the financial statements.

The Manager paid the operating expenses of the Fund (the "Operating Expenses") in exchange for the payment by the Fund of a fixed rate administration fee (the "Administration Fee") to the Manager with respect to each series of the Fund, except for Series I and Series V, if applicable.

The Manager pays the operating expenses of the Fund, other than Fund Costs, in exchange for the payment by the Fund of a fixed rate administration fee (the "Administration Fee") to the Manager with respect to each series of the Fund, except for Series I and Series V, if applicable. The expenses charged to the Fund in respect of the Administration Fee are disclosed in the Fund's financial statements. The Administration Fee is equal to a specified percentage of the net asset value of a series, calculated and paid in the same manner as the management fees for the Fund. The Fund's most recent simplified prospectus contains further details about the Administration Fee.

In addition to the Administration Fee, each series of the Fund is responsible for its proportionate share of certain other operating expenses ("Fund Costs"). Further details about Fund Costs can be found in the Fund's most recent simplified prospectus. The Manager, at its sole discretion, may waive or absorb a portion of a series' expenses. These waivers or absorptions may be terminated at any time without notice.

During the 12-month period ended March 31, 2021, the Fund did not pay brokerage commissions to iA Private Wealth Inc. (formerly, Industrial Alliance Securities Inc.), a subsidiary of Industrial Alliance.

## 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 periods indicated. The information in the following tables is based on prescribed regulations and as a result, is not expected to add down due to the increase (decrease) in net assets from operations being based on average units outstanding during the period and all other numbers being based on actual units outstanding at the relevant point in time. Footnotes for the tables are found at the end of the Financial Highlights section.

The Fund's Net Assets per Unit (\$)¹					
Series A	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Net Assets, beginning of period	10.08	12.24	12.24	12.97	10.87
<b>Increase (decrease) from operations:</b>					
Total revenue	0.46	0.46	0.52	0.51	0.51
Total expenses (excluding distributions)	(0.27)	(0.32)	(0.31)	(0.30)	(0.28)
Realized gains (losses) for the period	(0.24)	(0.76)	0.33	(0.57)	0.65
Unrealized gains (losses) for the period	2.26	(0.99)	(0.21)	(0.11)	1.47
<b>Total increase (decrease) from operations²</b>	<b>2.21</b>	<b>(1.61)</b>	<b>0.33</b>	<b>(0.47)</b>	<b>2.35</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	(0.06)	(0.05)	(0.05)	(0.05)	(0.06)
From dividends⁴	(0.17)	(0.15)	(0.18)	(0.16)	(0.18)
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
<b>Total distributions³</b>	<b>(0.23)</b>	<b>(0.20)</b>	<b>(0.23)</b>	<b>(0.21)</b>	<b>(0.24)</b>
<b>Net Assets, end of period</b>	<b>12.07</b>	<b>10.08</b>	<b>12.24</b>	<b>12.24</b>	<b>12.97</b>

The Fund's Net Assets per Unit (\$)¹					
Series E	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Net Assets, beginning of period	8.24	10.01	10.00	10.59	8.88
<b>Increase (decrease) from operations:</b>					
Total revenue	0.38	0.38	0.43	0.44	0.43
Total expenses (excluding distributions)	(0.19)	(0.23)	(0.23)	(0.23)	(0.21)
Realized gains (losses) for the period	(0.14)	(0.63)	0.25	(1.21)	0.59
Unrealized gains (losses) for the period	1.81	(0.87)	(0.30)	0.38	1.11
<b>Total increase (decrease) from operations²</b>	<b>1.86</b>	<b>(1.35)</b>	<b>0.15</b>	<b>(0.62)</b>	<b>1.92</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	(0.06)	(0.05)	(0.04)	(0.04)	(0.06)
From dividends⁴	(0.16)	(0.14)	(0.16)	(0.13)	(0.16)
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
<b>Total distributions³</b>	<b>(0.22)</b>	<b>(0.19)</b>	<b>(0.20)</b>	<b>(0.17)</b>	<b>(0.22)</b>
<b>Net Assets, end of period</b>	<b>9.87</b>	<b>8.24</b>	<b>10.01</b>	<b>10.00</b>	<b>10.59</b>

# IA Clarington Focused Balanced Fund

March 31, 2021

## Financial Highlights (continued)

The Fund's Net Assets per Unit (\$)¹					
Series E5	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Net Assets, beginning of period	6.89	8.63	8.92	9.77	8.47
<b>Increase (decrease) from operations:</b>					
Total revenue	0.31	0.35	0.38	0.39	0.43
Total expenses (excluding distributions)	(0.16)	(0.19)	(0.20)	(0.20)	(0.20)
Realized gains (losses) for the period	(0.16)	(0.61)	0.25	(0.47)	0.69
Unrealized gains (losses) for the period	1.51	(1.65)	(0.22)	(0.04)	0.71
<b>Total increase (decrease) from operations²</b>	<b>1.50</b>	<b>(2.10)</b>	<b>0.21</b>	<b>(0.32)</b>	<b>1.63</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	(0.05)	(0.03)	(0.03)	(0.04)	(0.06)
From dividends⁴	(0.15)	(0.13)	(0.13)	(0.15)	(0.14)
From capital gains	-	-	-	-	-
Return of capital	(0.21)	(0.24)	(0.30)	(0.32)	(0.32)
<b>Total distributions³</b>	<b>(0.41)</b>	<b>(0.40)</b>	<b>(0.46)</b>	<b>(0.51)</b>	<b>(0.52)</b>
<b>Net Assets, end of period</b>	<b>7.99</b>	<b>6.89</b>	<b>8.63</b>	<b>8.92</b>	<b>9.77</b>

The Fund's Net Assets per Unit (\$)¹					
Series EF	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Net Assets, beginning of period	8.14	9.91	9.91	10.49	8.79
<b>Increase (decrease) from operations:</b>					
Total revenue	0.37	0.35	0.42	0.43	0.42
Total expenses (excluding distributions)	(0.10)	(0.13)	(0.12)	(0.12)	(0.11)
Realized gains (losses) for the period	(0.18)	(0.59)	0.29	(0.81)	0.56
Unrealized gains (losses) for the period	1.80	(0.51)	(0.15)	0.18	1.13
<b>Total increase (decrease) from operations²</b>	<b>1.89</b>	<b>(0.88)</b>	<b>0.44</b>	<b>(0.32)</b>	<b>2.00</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	(0.06)	(0.07)	(0.06)	(0.06)	(0.07)
From dividends⁴	(0.24)	(0.25)	(0.25)	(0.21)	(0.23)
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
<b>Total distributions³</b>	<b>(0.30)</b>	<b>(0.32)</b>	<b>(0.31)</b>	<b>(0.27)</b>	<b>(0.30)</b>
<b>Net Assets, end of period</b>	<b>9.74</b>	<b>8.14</b>	<b>9.91</b>	<b>9.91</b>	<b>10.49</b>

The Fund's Net Assets per Unit (\$)¹					
Series EF5	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Net Assets, beginning of period	7.24	9.05	9.25	10.02	8.58
<b>Increase (decrease) from operations:</b>					
Total revenue	0.33	0.34	0.39	0.42	0.40
Total expenses (excluding distributions)	(0.09)	(0.11)	(0.11)	(0.10)	(0.10)
Realized gains (losses) for the period	(0.12)	(0.50)	0.24	(1.41)	0.56
Unrealized gains (losses) for the period	1.56	(0.90)	(0.19)	0.63	1.10
<b>Total increase (decrease) from operations²</b>	<b>1.68</b>	<b>(1.17)</b>	<b>0.33</b>	<b>(0.46)</b>	<b>1.96</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	(0.06)	(0.06)	(0.07)	(0.06)	(0.08)
From dividends⁴	(0.21)	(0.21)	(0.22)	(0.19)	(0.23)
From capital gains	-	-	-	-	-
Return of capital	(0.20)	(0.23)	(0.21)	(0.24)	(0.20)
<b>Total distributions³</b>	<b>(0.47)</b>	<b>(0.50)</b>	<b>(0.50)</b>	<b>(0.49)</b>	<b>(0.51)</b>
<b>Net Assets, end of period</b>	<b>8.44</b>	<b>7.24</b>	<b>9.05</b>	<b>9.25</b>	<b>10.02</b>

The Fund's Net Assets per Unit (\$)¹					
Series EX	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Net Assets, beginning of period	9.88	11.99	11.98	12.69	10.64
<b>Increase (decrease) from operations:</b>					
Total revenue	0.45	0.46	0.52	0.51	0.49
Total expenses (excluding distributions)	(0.23)	(0.27)	(0.27)	(0.26)	(0.24)
Realized gains (losses) for the period	(0.24)	(0.76)	0.31	(0.71)	0.52
Unrealized gains (losses) for the period	2.22	(1.31)	(0.30)	(0.01)	1.68
<b>Total increase (decrease) from operations²</b>	<b>2.20</b>	<b>(1.88)</b>	<b>0.26</b>	<b>(0.47)</b>	<b>2.45</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	(0.05)	(0.06)	(0.06)	(0.06)	(0.06)
From dividends⁴	(0.19)	(0.18)	(0.20)	(0.20)	(0.20)
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
<b>Total distributions³</b>	<b>(0.24)</b>	<b>(0.24)</b>	<b>(0.26)</b>	<b>(0.26)</b>	<b>(0.26)</b>
<b>Net Assets, end of period</b>	<b>11.85</b>	<b>9.88</b>	<b>11.99</b>	<b>11.98</b>	<b>12.69</b>

The Fund's Net Assets per Unit (\$)¹					
Series F	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Net Assets, beginning of period	10.10	12.28	12.28	13.02	10.91
<b>Increase (decrease) from operations:</b>					
Total revenue	0.46	0.45	0.52	0.52	0.52
Total expenses (excluding distributions)	(0.12)	(0.16)	(0.17)	(0.16)	(0.15)
Realized gains (losses) for the period	(0.22)	(0.76)	0.28	(0.63)	0.68
Unrealized gains (losses) for the period	2.29	(0.88)	0.04	(0.06)	1.41
<b>Total increase (decrease) from operations²</b>	<b>2.41</b>	<b>(1.35)</b>	<b>0.67</b>	<b>(0.33)</b>	<b>2.46</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	(0.08)	(0.09)	(0.09)	(0.09)	(0.09)
From dividends⁴	(0.29)	(0.28)	(0.28)	(0.30)	(0.27)
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
<b>Total distributions³</b>	<b>(0.37)</b>	<b>(0.37)</b>	<b>(0.37)</b>	<b>(0.39)</b>	<b>(0.36)</b>
<b>Net Assets, end of period</b>	<b>12.10</b>	<b>10.10</b>	<b>12.28</b>	<b>12.28</b>	<b>13.02</b>

The Fund's Net Assets per Unit (\$)¹					
Series F5	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Net Assets, beginning of period	8.80	10.88	11.04	11.88	10.11
<b>Increase (decrease) from operations:</b>					
Total revenue	0.40	0.42	0.46	0.46	0.48
Total expenses (excluding distributions)	(0.10)	(0.14)	(0.15)	(0.14)	(0.14)
Realized gains (losses) for the period	(0.21)	(0.70)	0.44	(0.37)	0.61
Unrealized gains (losses) for the period	1.96	(0.78)	(0.31)	(0.23)	1.32
<b>Total increase (decrease) from operations²</b>	<b>2.05</b>	<b>(1.20)</b>	<b>0.44</b>	<b>(0.28)</b>	<b>2.27</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	(0.07)	(0.07)	(0.07)	(0.07)	(0.09)
From dividends⁴	(0.27)	(0.25)	(0.28)	(0.26)	(0.25)
From capital gains	-	-	-	-	-
Return of capital	(0.18)	(0.17)	(0.16)	(0.17)	(0.18)
<b>Total distributions³</b>	<b>(0.52)</b>	<b>(0.49)</b>	<b>(0.51)</b>	<b>(0.50)</b>	<b>(0.52)</b>
<b>Net Assets, end of period</b>	<b>10.35</b>	<b>8.80</b>	<b>10.88</b>	<b>11.04</b>	<b>11.88</b>

# IA Clarington Focused Balanced Fund

March 31, 2021

## Financial Highlights (continued)

The Fund's Net Assets per Unit (\$) <sup>1</sup>					
Series I	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Net Assets, beginning of period	10.32	12.55	12.54	13.03	10.93
<b>Increase (decrease) from operations:</b>					
Total revenue	0.03	0.49	0.54	0.41	0.51
Total expenses (excluding distributions)	-	(0.04)	(0.01)	-	-
Realized gains (losses) for the period	0.11	(0.75)	0.31	0.55	0.63
Unrealized gains (losses) for the period	2.54	(0.87)	(0.32)	(0.81)	1.54
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>2.68</b>	<b>(1.17)</b>	<b>0.52</b>	<b>0.15</b>	<b>2.68</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	(0.09)	(0.12)	(0.11)	(0.12)	(0.14)
From dividends <sup>4</sup>	(0.39)	(0.38)	(0.41)	(0.15)	(0.38)
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
<b>Total distributions<sup>3</sup></b>	<b>(0.48)</b>	<b>(0.50)</b>	<b>(0.52)</b>	<b>(0.27)</b>	<b>(0.52)</b>
<b>Net Assets, end of period</b>	<b>12.37</b>	<b>10.32</b>	<b>12.55</b>	<b>12.54</b>	<b>13.03</b>

The Fund's Net Assets per Unit (\$) <sup>1</sup>					
Series L	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Net Assets, beginning of period	10.08	12.24	12.23	12.96	10.87
<b>Increase (decrease) from operations:</b>					
Total revenue	0.46	0.46	0.51	0.51	0.51
Total expenses (excluding distributions)	(0.28)	(0.32)	(0.32)	(0.31)	(0.29)
Realized gains (losses) for the period	(0.24)	(0.77)	0.36	(0.60)	0.63
Unrealized gains (losses) for the period	2.26	(0.93)	(0.12)	(0.05)	1.50
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>2.20</b>	<b>(1.56)</b>	<b>0.43</b>	<b>(0.45)</b>	<b>2.35</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	(0.06)	(0.03)	(0.05)	(0.05)	(0.06)
From dividends <sup>4</sup>	(0.17)	(0.15)	(0.17)	(0.14)	(0.18)
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
<b>Total distributions<sup>3</sup></b>	<b>(0.23)</b>	<b>(0.18)</b>	<b>(0.22)</b>	<b>(0.19)</b>	<b>(0.24)</b>
<b>Net Assets, end of period</b>	<b>12.07</b>	<b>10.08</b>	<b>12.24</b>	<b>12.23</b>	<b>12.96</b>

The Fund's Net Assets per Unit (\$) <sup>1</sup>					
Series L5	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Net Assets, beginning of period	7.85	9.90	10.21	11.15	9.62
<b>Increase (decrease) from operations:</b>					
Total revenue	0.35	0.37	0.42	0.44	0.45
Total expenses (excluding distributions)	(0.22)	(0.26)	(0.26)	(0.26)	(0.25)
Realized gains (losses) for the period	(0.15)	(0.69)	0.25	(0.46)	0.60
Unrealized gains (losses) for the period	1.71	(0.80)	0.01	(0.14)	1.25
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>1.69</b>	<b>(1.38)</b>	<b>0.42</b>	<b>(0.42)</b>	<b>2.05</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	(0.06)	(0.03)	(0.04)	(0.04)	(0.06)
From dividends <sup>4</sup>	(0.14)	(0.12)	(0.14)	(0.13)	(0.16)
From capital gains	-	-	-	-	-
Return of capital	(0.30)	(0.33)	(0.33)	(0.32)	(0.29)
<b>Total distributions<sup>3</sup></b>	<b>(0.50)</b>	<b>(0.48)</b>	<b>(0.51)</b>	<b>(0.49)</b>	<b>(0.51)</b>
<b>Net Assets, end of period</b>	<b>9.03</b>	<b>7.85</b>	<b>9.90</b>	<b>10.21</b>	<b>11.15</b>

The Fund's Net Assets per Unit (\$) <sup>1</sup>					
Series T5	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Net Assets, beginning of period	7.90	9.95	10.25	11.19	9.65
<b>Increase (decrease) from operations:</b>					
Total revenue	0.35	0.37	0.43	0.44	0.45
Total expenses (excluding distributions)	(0.21)	(0.25)	(0.25)	(0.25)	(0.24)
Realized gains (losses) for the period	(0.18)	(0.60)	0.27	(0.45)	0.56
Unrealized gains (losses) for the period	1.74	(0.76)	(0.17)	(0.11)	1.30
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>1.70</b>	<b>(1.24)</b>	<b>0.28</b>	<b>(0.37)</b>	<b>2.07</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	(0.05)	(0.03)	(0.03)	(0.04)	(0.06)
From dividends <sup>4</sup>	(0.20)	(0.14)	(0.14)	(0.14)	(0.15)
From capital gains	-	-	-	-	-
Return of capital	(0.27)	(0.34)	(0.32)	(0.32)	(0.30)
<b>Total distributions<sup>3</sup></b>	<b>(0.52)</b>	<b>(0.51)</b>	<b>(0.49)</b>	<b>(0.50)</b>	<b>(0.51)</b>
<b>Net Assets, end of period</b>	<b>9.11</b>	<b>7.90</b>	<b>9.95</b>	<b>10.25</b>	<b>11.19</b>

1 The per unit data is derived from the Fund's audited annual financial statements prepared in accordance with International Financial Reporting Standards ("IFRS"). Under IFRS, the Net Assets per unit presented in the financial statements is the same as the Net Asset Value calculated for fund pricing purposes.

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 paid in cash or reinvested in additional units of the Fund, or both.

4 Dividends qualified for Canadian dividend tax credit, when applicable.

Ratios and Supplemental Data					
Series A	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Total NAV (\$) (000's) <sup>1</sup>	25,648	33,292	68,390	91,515	142,119
Number of units outstanding (000's) <sup>1</sup>	2,125	3,302	5,587	7,479	10,961
Management expense ratio (%) <sup>2,3</sup>	2.35	2.35	2.37	2.37	2.37
Management expense ratio before waivers or absorptions (%) <sup>2,3,4</sup>	2.37	2.37	2.37	2.37	2.37
Trading expense ratio (%) <sup>5</sup>	0.07	0.28	0.08	0.07	0.10
Portfolio turnover rate (%) <sup>6</sup>	29.69	92.20	21.39	13.78	23.56
NAV per unit (\$) <sup>1</sup>	12.07	10.08	12.24	12.24	12.97

Ratios and Supplemental Data					
Series E	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Total NAV (\$) (000's) <sup>1</sup>	3,568	3,022	5,515	5,581	2,649
Number of units outstanding (000's) <sup>1</sup>	361	367	551	558	250
Management expense ratio (%) <sup>2,3</sup>	2.00	2.04	2.15	2.17	2.16
Management expense ratio before waivers or absorptions (%) <sup>2,3,4</sup>	2.13	2.16	2.15	2.17	2.16
Trading expense ratio (%) <sup>5</sup>	0.07	0.28	0.08	0.07	0.10
Portfolio turnover rate (%) <sup>6</sup>	29.69	92.20	21.39	13.78	23.56
NAV per unit (\$) <sup>1</sup>	9.87	8.24	10.01	10.00	10.59

# IA Clarington Focused Balanced Fund

March 31, 2021

## Financial Highlights (continued)

Ratios and Supplemental Data					
Series E5	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Total NAV (\$) (000's) <sup>1</sup>	201	257	181	195	239
Number of units outstanding (000's) <sup>1</sup>	25	37	21	22	24
Management expense ratio (%) <sup>2,3</sup>	1.98	1.99	2.09	2.09	2.11
Management expense ratio before waivers or absorptions (%) <sup>2,3,4</sup>	2.09	2.09	2.09	2.09	2.11
Trading expense ratio (%) <sup>5</sup>	0.07	0.28	0.08	0.07	0.10
Portfolio turnover rate (%) <sup>6</sup>	29.69	92.20	21.39	13.78	23.56
NAV per unit (\$)¹	7.99	6.89	8.63	8.92	9.77

Ratios and Supplemental Data					
Series EF	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Total NAV (\$) (000's) <sup>1</sup>	386	447	2,032	2,731	1,866
Number of units outstanding (000's) <sup>1</sup>	40	55	205	275	178
Management expense ratio (%) <sup>2,3</sup>	0.99	0.98	1.10	1.12	1.12
Management expense ratio before waivers or absorptions (%) <sup>2,3,4</sup>	1.12	1.08	1.10	1.12	1.12
Trading expense ratio (%) <sup>5</sup>	0.07	0.28	0.08	0.07	0.10
Portfolio turnover rate (%) <sup>6</sup>	29.69	92.20	21.39	13.78	23.56
NAV per unit (\$)¹	9.74	8.14	9.91	9.91	10.49

Ratios and Supplemental Data					
Series EF5	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Total NAV (\$) (000's) <sup>1</sup>	244	202	376	548	137
Number of units outstanding (000's) <sup>1</sup>	29	28	42	59	14
Management expense ratio (%) <sup>2,3</sup>	0.96	0.99	1.04	1.05	1.04
Management expense ratio before waivers or absorptions (%) <sup>2,3,4</sup>	1.08	1.09	1.04	1.05	1.04
Trading expense ratio (%) <sup>5</sup>	0.07	0.28	0.08	0.07	0.10
Portfolio turnover rate (%) <sup>6</sup>	29.69	92.20	21.39	13.78	23.56
NAV per unit (\$)¹	8.44	7.24	9.05	9.25	10.02

Ratios and Supplemental Data					
Series EX	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Total NAV (\$) (000's) <sup>1</sup>	537	607	909	900	947
Number of units outstanding (000's) <sup>1</sup>	45	61	76	75	75
Management expense ratio (%) <sup>2,3</sup>	1.99	2.01	2.04	2.06	2.07
Management expense ratio before waivers or absorptions (%) <sup>2,3,4</sup>	2.02	2.04	2.04	2.06	2.07
Trading expense ratio (%) <sup>5</sup>	0.07	0.28	0.08	0.07	0.10
Portfolio turnover rate (%) <sup>6</sup>	29.69	92.20	21.39	13.78	23.56
NAV per unit (\$)¹	11.85	9.88	11.99	11.98	12.69

Ratios and Supplemental Data					
Series F	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Total NAV (\$) (000's) <sup>1</sup>	3,502	4,214	10,999	15,073	20,287
Number of units outstanding (000's) <sup>1</sup>	289	417	896	1,227	1,558
Management expense ratio (%) <sup>2,3</sup>	0.96	1.02	1.24	1.24	1.24
Management expense ratio before waivers or absorptions (%) <sup>2,3,4</sup>	1.24	1.24	1.24	1.24	1.24
Trading expense ratio (%) <sup>5</sup>	0.07	0.28	0.08	0.07	0.10
Portfolio turnover rate (%) <sup>6</sup>	29.69	92.20	21.39	13.78	23.56
NAV per unit (\$)¹	12.10	10.10	12.28	12.28	13.02

Ratios and Supplemental Data					
Series F5	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Total NAV (\$) (000's) <sup>1</sup>	178	243	364	782	1,387
Number of units outstanding (000's) <sup>1</sup>	17	28	33	71	117
Management expense ratio (%) <sup>2,3</sup>	0.96	1.00	1.20	1.22	1.22
Management expense ratio before waivers or absorptions (%) <sup>2,3,4</sup>	1.19	1.18	1.20	1.22	1.22
Trading expense ratio (%) <sup>5</sup>	0.07	0.28	0.08	0.07	0.10
Portfolio turnover rate (%) <sup>6</sup>	29.69	92.20	21.39	13.78	23.56
NAV per unit (\$)¹	10.35	8.80	10.88	11.04	11.88

Ratios and Supplemental Data					
Series I	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Total NAV (\$) (000's) <sup>1</sup>	2	10	16	16	725
Number of units outstanding (000's) <sup>1</sup>	0.1	1	1	1	56
Management expense ratio (%) <sup>2,3</sup>	-	-	-	-	-
Management expense ratio before waivers or absorptions (%) <sup>2,3,4</sup>	-	-	-	-	-
Trading expense ratio (%) <sup>5</sup>	0.07	0.28	0.08	0.07	0.10
Portfolio turnover rate (%) <sup>6</sup>	29.69	92.20	21.39	13.78	23.56
NAV per unit (\$)¹	12.37	10.32	12.55	12.54	13.03

Ratios and Supplemental Data					
Series L	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Total NAV (\$) (000's) <sup>1</sup>	867	1,130	2,482	4,821	7,412
Number of units outstanding (000's) <sup>1</sup>	72	112	203	394	572
Management expense ratio (%) <sup>2,3</sup>	2.39	2.39	2.44	2.44	2.44
Management expense ratio before waivers or absorptions (%) <sup>2,3,4</sup>	2.45	2.44	2.44	2.44	2.44
Trading expense ratio (%) <sup>5</sup>	0.07	0.28	0.08	0.07	0.10
Portfolio turnover rate (%) <sup>6</sup>	29.69	92.20	21.39	13.78	23.56
NAV per unit (\$)¹	12.07	10.08	12.24	12.23	12.96

# IA Clarington Focused Balanced Fund

March 31, 2021

## Financial Highlights (continued)

Ratios and Supplemental Data					
Series L5	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Total NAV (\$) (000's) <sup>1</sup>	68	70	146	332	558
Number of units outstanding (000's) <sup>1</sup>	7	9	15	33	50
Management expense ratio (%) <sup>2,3</sup>	2.44	2.43	2.41	2.40	2.40
Management expense ratio before waivers or absorptions (%) <sup>2,3,4</sup>	2.44	2.43	2.41	2.40	2.40
Trading expense ratio (%) <sup>5</sup>	0.07	0.28	0.08	0.07	0.10
Portfolio turnover rate (%) <sup>6</sup>	29.69	92.20	21.39	13.78	23.56
NAV per unit (\$)¹	9.03	7.85	9.90	10.21	11.15

Ratios and Supplemental Data					
Series T5	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Total NAV (\$) (000's) <sup>1</sup>	2,617	3,195	6,104	8,112	13,451
Number of units outstanding (000's) <sup>1</sup>	287	404	614	791	1,202
Management expense ratio (%) <sup>2,3</sup>	2.31	2.31	2.31	2.32	2.33
Management expense ratio before waivers or absorptions (%) <sup>2,3,4</sup>	2.31	2.31	2.31	2.32	2.33
Trading expense ratio (%) <sup>5</sup>	0.07	0.28	0.08	0.07	0.10
Portfolio turnover rate (%) <sup>6</sup>	29.69	92.20	21.39	13.78	23.56
NAV per unit (\$)¹	9.11	7.90	9.95	10.25	11.19

- This information is provided as at each period shown.
- Management expense ratios are based on total expenses (excluding distributions, commissions, withholding taxes and other portfolio transaction costs) and a proportion of underlying fund expenses (mutual funds & ETFs), where applicable, of each series for the stated period and are expressed as an annualized percentage of each series' daily average NAV during the period.
- The annual Management Fees and Fixed Administration Fees net of waivers, if any, excluding HST, for the Fund were 2.12% for Series A, 1.86% for Series E, 1.88% for Series E5, 0.86% for Series EF, 0.88% for Series EF5, 1.86% for Series EX, 0.86% for Series F, 0.88% for Series F5, 0.00% for Series I, 2.11% for Series L, 2.13% for Series L5 and 2.10% for Series T5.
- At its sole discretion, the Manager may have waived management fees or absorbed expenses of the Fund.
- The trading expense ratio represents total commissions incurred directly or indirectly by way of an underlying fund, as applicable, and other portfolio transaction costs expressed as an annualized percentage of the Fund's daily average NAV during the period.
- The Fund's portfolio turnover rate indicates how actively the fund managers of the Fund's Equity and Fixed Income Portfolios manage their portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship or correlation between a high turnover rate and the performance of a Fund. The value of any trades to realign the Fund's portfolio after a fund merger, if any, is excluded from the portfolio turnover rate.

## Management Fees

Management fees paid by the Fund per series are based on applying the annual management fee rate per series to the daily average NAV of each series and are recorded on an accrual basis.

The following is a breakdown of major services received by the Fund in consideration of the management fees for the period, as a percentage of the management fee:

Management Fees (%)		
Series	Trailer commissions	Other
Series A		
FE	53	47
LL First 3 years	26	74
LL After 3 years	53	47
DSC First 7 years	26	74
DSC After 7 years	53	47
Series E, E5 and EX		
FE	61	39
Series EF, EF5, F and F5		
	-	100
Series I		
	-	-
Series L and L5		
ASC First year	-	100
ASC Year 2 and 3	26	74
ASC After 3 years	53	47
Series T5		
FE	53	47
LL First 3 years	26	74
LL After 3 years	53	47
DSC First 7 years	26	74
DSC After 7 years	53	47

FE - front end; LL - low load; DSC - deferred sales charge; ASC - advisor service charge  
Other - includes general administration, investment advice and profit.

## Past Performance

The performance information shown (based on NAV) 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, or income taxes payable by any investor that would have reduced returns or performance. How the Fund has performed in the past does not necessarily indicate how it will perform in the future.

The Fund's portfolio sub-advisor changed on May 30, 2019. This change may have impacted the Fund's performance.

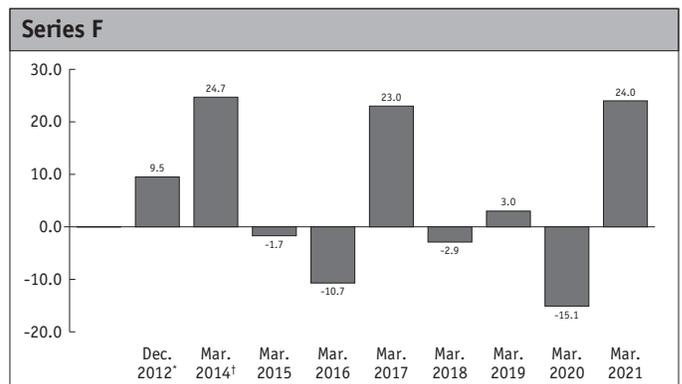
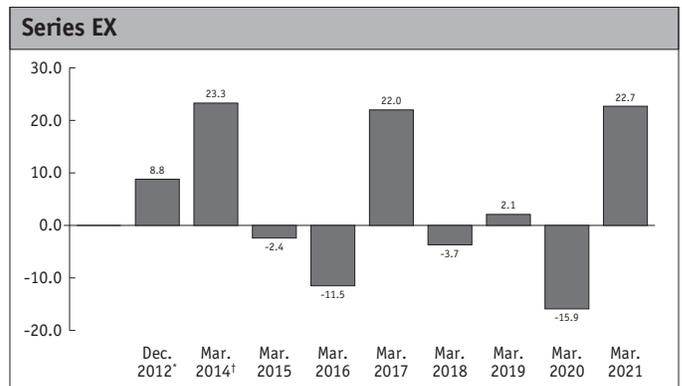
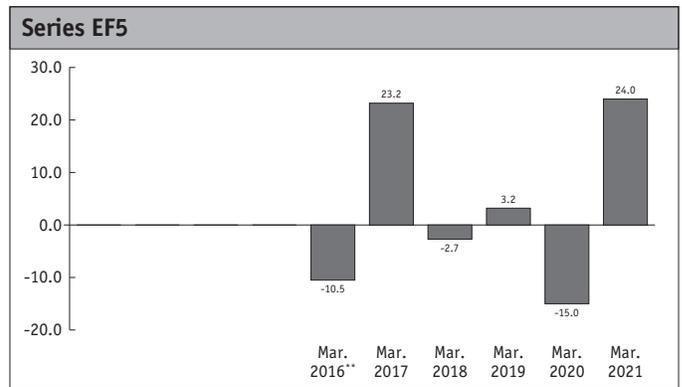
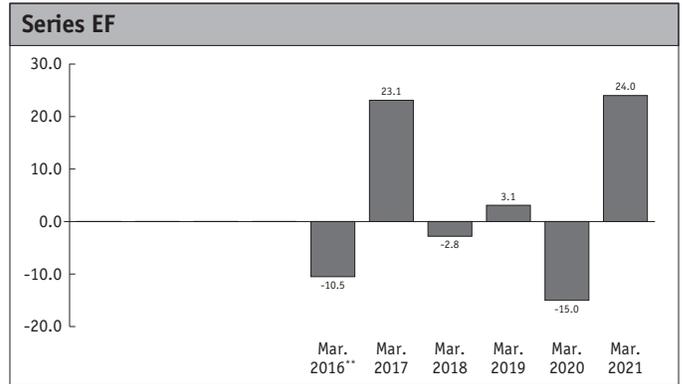
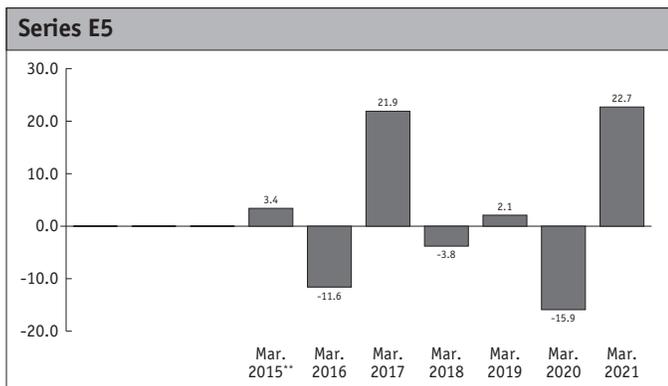
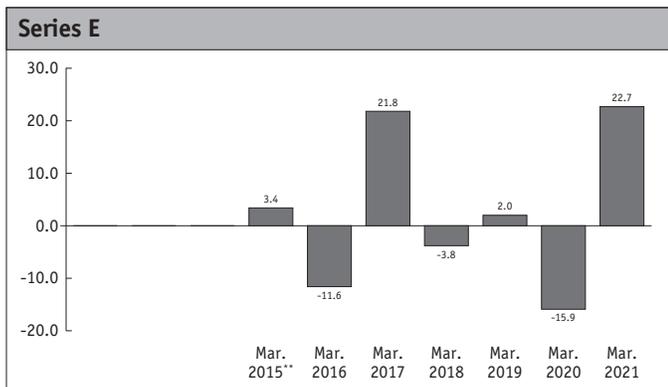
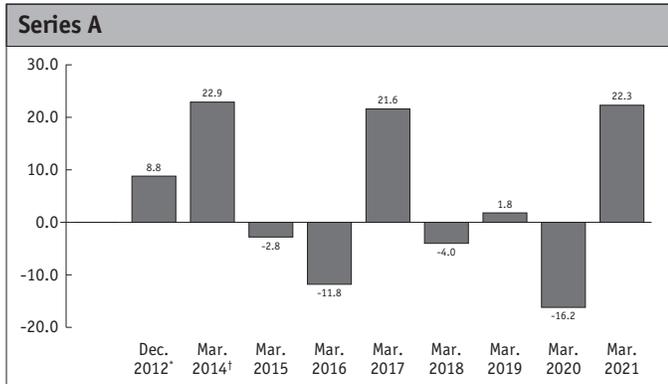
# IA Clarington Focused Balanced Fund

March 31, 2021

## Past Performance (continued)

### Year-by-Year Returns

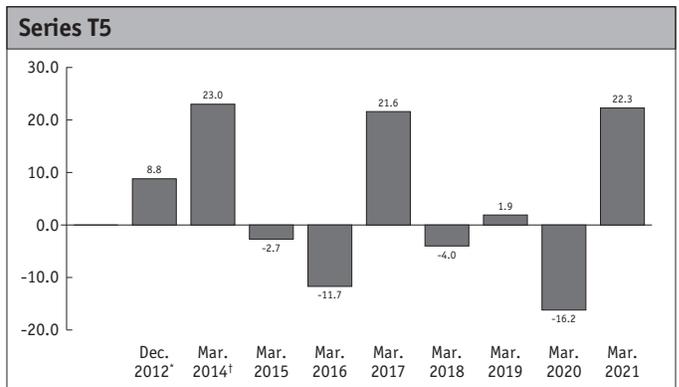
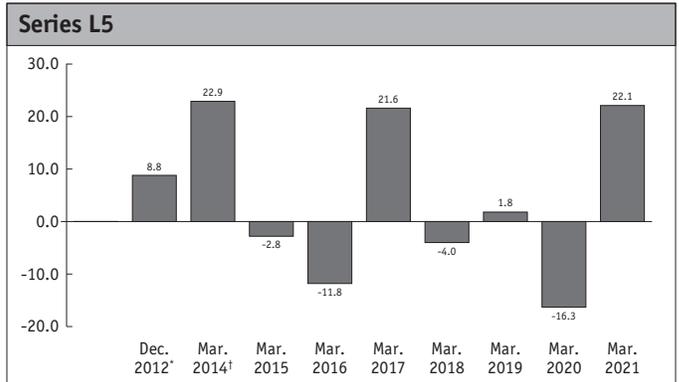
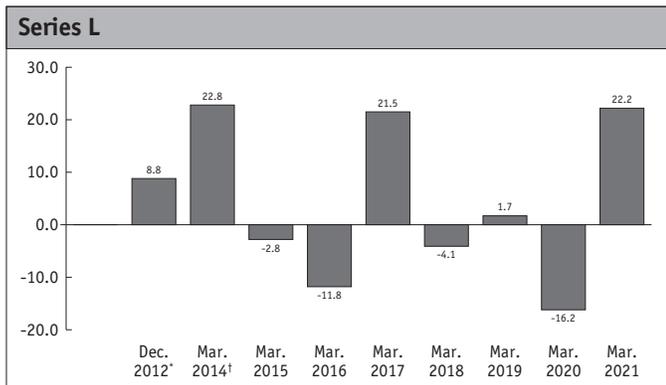
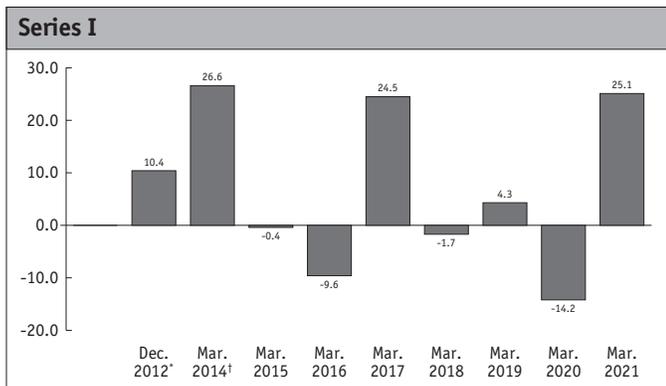
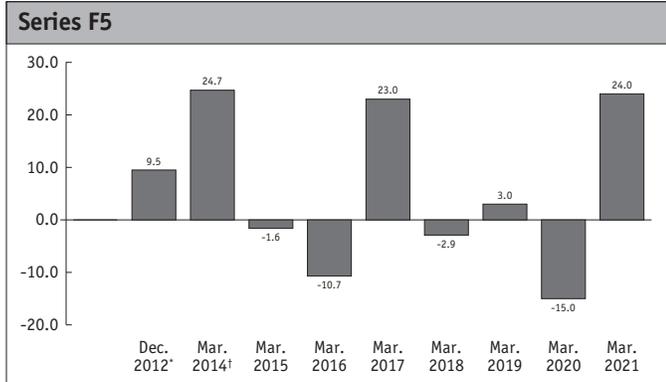
The bar charts show the Fund's performance for each of the periods indicated. The charts show, in percentage terms, how an investment made on the first day of each period would have increased or decreased by the last day of the period presented.



# IA Clarington Focused Balanced Fund

March 31, 2021

## Past Performance (continued)



\* Return shown is for the partial period ended December 31.

\*\* Return shown is for the partial period ended March 31.

† Return shown is for the 15-month period ended March 31, 2014.

## Annual Compound Returns

The tables show the annual compound returns for the Fund compared to the S&P/TSX Composite Index (the "Broad-based Index") and the benchmark index (the "Benchmark Index") which consists of the S&P/TSX Composite Index (60%) and the FTSE Canada Universe Bond Index (40%) for the periods ended March 31, 2021.

Annual Compound Returns, Series A				
Percentage (%)	Since Jun.8/12	Past 5 years	Past 3 years	Past 1 Year
Series A	3.9	4.0	1.4	22.3
Broad-based Index	8.9	10.0	10.2	44.2
Benchmark Index	7.0	7.5	8.2	25.9

Annual Compound Returns, Series E				
Percentage (%)	Since Oct.27/14	Past 5 years	Past 3 years	Past 1 Year
Series E	1.9	4.3	1.7	22.7
Broad-based Index	7.3	10.0	10.2	44.2
Benchmark Index	6.1	7.5	8.2	25.9

# IA Clarington Focused Balanced Fund

March 31, 2021

## Past Performance (continued)

Annual Compound Returns, Series E5				
Percentage (%)	Since Oct.27/14	Past 5 years	Past 3 years	Past 1 Year
Series E5	1.9	4.3	1.8	22.7
Broad-based Index	7.3	10.0	10.2	44.2
Benchmark Index	6.1	7.5	8.2	25.9

Annual Compound Returns, Series EF				
Percentage (%)	Since Jun.29/15	Past 5 years	Past 3 years	Past 1 Year
Series EF	2.7	5.4	2.8	24.0
Broad-based Index	7.8	10.0	10.2	44.2
Benchmark Index	6.3	7.5	8.2	25.9

Annual Compound Returns, Series EF5				
Percentage (%)	Since Jun.29/15	Past 5 years	Past 3 years	Past 1 Year
Series EF5	2.7	5.4	2.8	24.0
Broad-based Index	7.8	10.0	10.2	44.2
Benchmark Index	6.3	7.5	8.2	25.9

Annual Compound Returns, Series EX				
Percentage (%)	Since Jun.8/12	Past 5 years	Past 3 years	Past 1 Year
Series EX	4.2	4.3	1.8	22.7
Broad-based Index	8.9	10.0	10.2	44.2
Benchmark Index	7.0	7.5	8.2	25.9

Annual Compound Returns, Series F				
Percentage (%)	Since Jun.8/12	Past 5 years	Past 3 years	Past 1 Year
Series F	5.1	5.3	2.7	24.0
Broad-based Index	8.9	10.0	10.2	44.2
Benchmark Index	7.0	7.5	8.2	25.9

Annual Compound Returns, Series F5				
Percentage (%)	Since Jun.8/12	Past 5 years	Past 3 years	Past 1 Year
Series F5	5.1	5.3	2.7	24.0
Broad-based Index	8.9	10.0	10.2	44.2
Benchmark Index	7.0	7.5	8.2	25.9

Annual Compound Returns, Series I				
Percentage (%)	Since Jun.8/12	Past 5 years	Past 3 years	Past 1 Year
Series I	6.4	6.5	3.8	25.1
Broad-based Index	8.9	10.0	10.2	44.2
Benchmark Index	7.0	7.5	8.2	25.9

Annual Compound Returns, Series L				
Percentage (%)	Since Jun.8/12	Past 5 years	Past 3 years	Past 1 Year
Series L	3.8	3.9	1.4	22.2
Broad-based Index	8.9	10.0	10.2	44.2
Benchmark Index	7.0	7.5	8.2	25.9

Annual Compound Returns, Series L5				
Percentage (%)	Since Jun.8/12	Past 5 years	Past 3 years	Past 1 Year
Series L5	3.8	4.0	1.3	22.1
Broad-based Index	8.9	10.0	10.2	44.2
Benchmark Index	7.0	7.5	8.2	25.9

Annual Compound Returns, Series T5				
Percentage (%)	Since Jun.8/12	Past 5 years	Past 3 years	Past 1 Year
Series T5	3.9	4.1	1.5	22.3
Broad-based Index	8.9	10.0	10.2	44.2
Benchmark Index	7.0	7.5	8.2	25.9

The S&P/TSX Composite Index is the premier indicator of market activity for Canadian equity markets, with 95% coverage of Canadian-based, TSX-listed companies. The index includes common stock and income trust units and is designed to offer the representation of a broad benchmark index while maintaining the liquidity characteristics of narrower indices.

The FTSE Canada Universe Bond Index is comprised of Canadian investment grade bonds and has significantly different portfolio duration characteristics. The FTSE Canada Universe Bond Index consists of a broadly diversified selection of investment-grade Government of Canada, provincial, corporate and municipal bonds issued domestically in Canada.

A discussion of the performance of the Fund as compared to the Benchmark Index is found in the "Results of Operations" section of this report.

# IA Clarington Focused Balanced Fund

March 31, 2021

## Summary of Investment Portfolio

As at March 31, 2021

The summary of investment portfolio shown, as a percentage of total NAV, may change due to ongoing portfolio transactions of the Fund and a quarterly update is available on the Manager's website. If the Fund invested in one or more mutual funds, the sector allocation chart shows the Fund's proportionate allocation of the reference funds' investments and where applicable, the Fund's direct investments.

Sector Allocation	%
Cash and Other Net Assets	22.65
Corporate Bonds	21.39
Financials	10.46
Utilities	7.23
Communication Services	6.98
Information Technology	6.95
Industrials	6.22
Energy	4.23
Health Care	3.38
Consumer Staples	3.35
Real Estate	3.25
Materials	2.00
Short-Term Investments	1.54
Investment Funds - Bond	0.37
	<b>100.00</b>

The top positions held by the Fund (up to 25) as shown as a percentage of the total NAV:

Top Holdings	%
IA Clarington Strategic Corporate Bond Fund, Series I	25.11
Cash and Other Net Assets	21.62
Royal Bank of Canada	3.04
BCE Inc.	2.37
Brookfield Asset Management Inc., Class 'A'	2.22
Johnson & Johnson	2.08
Fortis Inc.	2.02
The Toronto-Dominion Bank	2.01
Superior Plus Corp.	2.00
Waste Connections Inc.	1.76
The Bank of Nova Scotia	1.75
Alphabet Inc., Class 'A'	1.64
Algonquin Power & Utilities Corp.	1.61
Microsoft Corp.	1.61
Brookfield Infrastructure Partners L.P.	1.60
Canadian Pacific Railway Ltd.	1.59
Shaw Communications Inc., Class 'B'	1.57
Carrier Global Corp.	1.54
Loblaw Companies Ltd.	1.41
Crombie Real Estate Investment Trust	1.40
TELUS Corp.	1.40
TC Energy Corp.	1.39
CGI Inc.	1.38
Pembina Pipeline Corp.	1.36
Granite Real Estate Investment Trust	1.31

You can obtain the prospectus and other information on the investment funds in which the Fund invests, if any, at [www.sedar.com](http://www.sedar.com) (for Canadian investment funds) and [www.sec.gov/edgar](http://www.sec.gov/edgar) (for U.S. investment funds).

## Forward-Looking Statements

This management report of fund performance may contain forward-looking statements which reflect the current expectations of the Manager (or, where indicated, the Portfolio Manager or Portfolio Sub-Advisor or fund manager) regarding the Fund's future growth, results of operations, performance and business prospects and opportunities. These statements reflect the current beliefs of the person to which the statements are attributed with respect to future events and are based on information currently available to that person. Forward looking statements involve significant risks, uncertainties and assumptions. Many factors could cause the Fund's actual results, performance or achievements to be materially different from any future results, performance or achievements that may be expressed or implied by such forward-looking statements. These factors could include, among other things, general economic, political and market factors, including interest and foreign exchange rates, business competition, changes in government regulations or in tax laws. Please refer to the prospectus for a discussion of some specific risks that are associated with mutual funds. Although the forward-looking statements contained in this report are based upon what management currently believes to be reasonable assumptions, the Manager cannot assure current or prospective investors that actual results, performance or achievements will be consistent with these forward-looking statements.

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