

# IA Clarington Inhance Conservative SRI Portfolio

## Series E6, F6, L6 and T6 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 Inhance Conservative SRI Portfolio

March 31, 2021

## Management Discussion of Fund Performance

The management discussion of fund performance for IA Clarington Inhance Conservative SRI Portfolio (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.

## Investment Objective and Strategies

The Fund's investment objective is to generate interest and dividend income with the potential for capital appreciation.

The Fund's strategy is to invest primarily in a diversified portfolio of other mutual funds that meets the sub-advisor's socially responsible investment principles, with the bias towards Canadian income and bond mutual funds and the remainder in equity mutual funds.

The Fund's Portfolio Manager is Industrial Alliance Investment Management Inc. ("IAIM" or the "Portfolio Manager") and its Sub-Advisor is Vancity Investment Management Limited ("VIML" or 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 income and capital appreciation, with a low risk tolerance and planning to invest over the medium to long term.

## Results of Operations

The Fund's Net Assets increased by 82.5% or \$127 million during the period, from \$154 million on March 31, 2020 to \$281 million on March 31, 2021. This change in Net Assets resulted from an increase of \$111 million due to net sales, a decrease of \$12.9 million due to distributions and an increase of \$28.9 million due to investment operations, including market volatility, income and expense.

The average Net Asset Value of the Fund increased by 31.5% or \$47.9 million in comparison to the prior period, from \$152.2 million to \$200.1 million. Average Net Asset Value influence revenue earned and expenses incurred by the Fund during the period.

Series T6 units of the Fund returned 18.1% 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 FTSE Canada Universe Bond Index, returned 1.6% 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 bond market. The Fund's benchmark, which is composed of the FTSE Canada Universe Bond Index (60%), the S&P/TSX Composite Index (20%) and the MSCI World Index (20%), returned 16.0% 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.

After declining sharply at the onset of the pandemic, bond yields declined steadily as 2020 progressed, eventually bottoming in August as economic data started to recover. Bond yields pushed higher into 2020 year-end as the approval of multiple COVID-19 vaccines provided a visible path out of the pandemic.

After slashing monetary policy rates and introducing asset-purchasing measures at the onset of the pandemic, both the Bank of Canada (BoC) and U.S. Federal Reserve held policy rates unchanged throughout the period. Both central banks signaled that interest rates would stay low until 2023 or beyond. Near the end of the period, the BoC announced it would not be extending its liquidity support programs, allowing them to expire as scheduled in May 2021. The move was largely expected and was viewed by market participants as a precursor to a tapering announcement of the BoC's main asset-purchase program later in the year.

As vaccination rollouts gained traction in early 2021, particularly in the U.S., optimism grew that pandemic-related restrictions would end, pushing bond yields higher as growth and inflation expectations were revised upward.

Within fixed-income markets, federal bonds were the weakest-performing sector in the Canadian bond market and the only sector to generate a negative return over the period. Corporate bonds were the strongest performers as credit spreads (the difference in yield between debt instruments with similar terms, but different credit ratings) tightened.

Global equity markets significantly recovered after a deep sell-off in March 2020, with cyclical areas of the market performing strongly. These cyclical areas included the consumer discretionary, materials, information technology and industrials sectors. Central bank accommodative monetary conditions and substantial fiscal stimulus helped to support the equity rebound.

All of the Fund's components had positive returns, outperforming their respective benchmarks. The largest contributor to the Fund's performance was the global equity component, followed by Canadian equities. Overweight allocations to its bond and monthly income components detracted from performance. The Fund's cash allocation detracted from performance in a rising market. There were no significant changes in asset allocation made during the period.

## Results of Operations (continued)

Within the Fund's Canadian equity component, overweight allocations to the information technology and consumer discretionary sectors contributed to performance, as did security selection within the materials and information technology sectors. With respect to global equities, security selection within the industrials and information technology sectors contributed to performance. Selection within utilities, with a focus on renewable power producers also contributed. Among the top individual equity contributors to performance were Hannon Armstrong Sustainable Infrastructure Capital Inc. and Brookfield Renewable Partners L.P., which benefited from investor demand for renewable power. An overweight position in Labrador Iron Ore Royalty Corp. also contributed to performance as commodity prices recovered.

Within the Fund's fixed-income segment, allocation to preferred shares, particularly rate-reset issues (a security that offers a fixed dividend payment where the rate of that payment is reset upon a specific date), contributed to performance. The rise in bond yields positively impacted preferred shares whose dividends are linked to bond yields. An underweight exposure to federal bonds also contributed to performance as these were the weakest performers in the benchmark. An overweight exposure to corporate bonds also contributed to performance as they benefited from improving investor sentiment.

Within Canadian equities, security selection in the real estate sector and the banking industry detracted from the Fund's performance. Within global equity holdings, security selection in the health care sector detracted from performance as one of the Fund's holdings was subject to bankruptcy as a result of fraud and poor corporate governance. Currency impact was another notable detractor from performance, driven by the Fund's U.S.-dollar exposure and the strengthening of the Canadian dollar.

Within the Fund's fixed-income portion, security selection in corporate bonds detracted from the Fund's performance. Energy sector corporate bonds were the strongest performers, which the Fund does not invest in given its fossil-fuel-free mandate.

Over the period, the fund manager remained highly active in environmental, social and governance (ESG) issues, including: the engagement of management teams regarding their company's ESG actions in relation to business, labour and human rights practices; the filing of several proposals and resolutions on behalf of shareholders; a push for greater transparency by companies regarding key ESG issues; and becoming a signatory to a number of investor statements of support related to corporate responsibility and commitments across a range of industries.

Fossil-fuel project financing by the banks continues to be an area of significant investor and public debate, and engaging companies on this issue is in line with the fund manager's climate risk strategy. The Toronto-Dominion Bank was engaged on the feasibility of establishing a moratorium on Arctic fossil fuel project financing to uphold the social and environmental protections of the area. A shareholder resolution was filed with Bank of Nova Scotia on this issue, and later withdrawn after the company committed to establishing a ban on financing oil and gas projects in the Arctic.

## Recent Developments

In the near term, quickly spreading COVID-19 variants and disparities in vaccination rollouts could be a significant hurdle to a global economic recovery. The Fund's equity holdings remain focused on companies with sustainable and growing dividends. Its fixed-income component will continue to focus on short-term corporate bonds for stability and preferred shares that offer significant yield enhancement. The Fund has a bias towards perpetual and rate-reset preferred shares (a security that offers a fixed dividend payment where the rate of that payment is reset upon a specific date), which are not as sensitive to changes in interest rates, but still provide significant more yield than bonds.

Rising U.S. interest rates are not expected to affect Canadian equity performance. Economic recovery remains intact following the pandemic recession. The fund manager has positioned the equity portion of the Fund toward growth and cyclical equities. Yield-oriented stocks in the real estate, financials and communications services sectors have mostly recovered from the pandemic. The fund manager continues to look for investment in high-quality business models that offer value and attractive dividend yields.

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.

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## Related Party Transactions (continued)

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 E6	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Net Assets, beginning of period	8.59	9.43	9.66	10.09	10.00
<b>Increase (decrease) from operations:</b>					
Total revenue	0.25	0.25	0.27	0.31	0.24
Total expenses (excluding distributions)	(0.19)	(0.19)	(0.20)	(0.22)	(0.17)
Realized gains (losses) for the period	0.12	0.09	0.09	0.03	(0.03)
Unrealized gains (losses) for the period	1.21	(0.50)	0.21	(0.02)	0.34
<b>Total increase (decrease) from operations²</b>	<b>1.39</b>	<b>(0.35)</b>	<b>0.37</b>	<b>0.10</b>	<b>0.38</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	-	-	-	-	-
From dividends⁴	(0.05)	(0.06)	(0.04)	(0.02)	-
From capital gains	-	-	-	-	-
Return of capital	(0.55)	(0.54)	(0.56)	(0.58)	(0.45)
<b>Total distributions³</b>	<b>(0.60)</b>	<b>(0.60)</b>	<b>(0.60)</b>	<b>(0.60)</b>	<b>(0.45)</b>
<b>Net Assets, end of period</b>	<b>9.52</b>	<b>8.59</b>	<b>9.43</b>	<b>9.66</b>	<b>10.09</b>

The Fund's Net Assets per Unit (\$)¹					
Series F6	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Net Assets, beginning of period	8.32	9.07	9.22	9.57	9.55
<b>Increase (decrease) from operations:</b>					
Total revenue	0.26	0.25	0.27	0.25	0.24
Total expenses (excluding distributions)	(0.09)	(0.09)	(0.10)	(0.12)	(0.12)
Realized gains (losses) for the period	0.12	0.08	0.09	0.02	(0.02)
Unrealized gains (losses) for the period	0.83	(0.64)	0.30	0.09	0.59
<b>Total increase (decrease) from operations²</b>	<b>1.12</b>	<b>(0.40)</b>	<b>0.56</b>	<b>0.24</b>	<b>0.69</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	-	(0.01)	(0.01)	-	-
From dividends⁴	(0.11)	(0.11)	(0.12)	(0.05)	(0.10)
From capital gains	-	-	-	-	-
Return of capital	(0.49)	(0.48)	(0.47)	(0.55)	(0.50)
<b>Total distributions³</b>	<b>(0.60)</b>	<b>(0.60)</b>	<b>(0.60)</b>	<b>(0.60)</b>	<b>(0.60)</b>
<b>Net Assets, end of period</b>	<b>9.31</b>	<b>8.32</b>	<b>9.07</b>	<b>9.22</b>	<b>9.57</b>

The Fund's Net Assets per Unit (\$)¹					
Series L6	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Net Assets, beginning of period	8.44	9.33	9.60	10.07	10.00
<b>Increase (decrease) from operations:</b>					
Total revenue	0.26	0.26	0.27	0.27	0.26
Total expenses (excluding distributions)	(0.23)	(0.24)	(0.24)	(0.25)	(0.20)
Realized gains (losses) for the period	0.12	0.08	0.10	0.02	(0.04)
Unrealized gains (losses) for the period	0.78	(0.98)	0.22	-	0.53
<b>Total increase (decrease) from operations²</b>	<b>0.93</b>	<b>(0.88)</b>	<b>0.35</b>	<b>0.04</b>	<b>0.55</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	-	-	-	-	-
From dividends⁴	(0.02)	(0.01)	(0.01)	-	-
From capital gains	-	-	-	-	-
Return of capital	(0.58)	(0.59)	(0.59)	(0.60)	(0.45)
<b>Total distributions³</b>	<b>(0.60)</b>	<b>(0.60)</b>	<b>(0.60)</b>	<b>(0.60)</b>	<b>(0.45)</b>
<b>Net Assets, end of period</b>	<b>9.31</b>	<b>8.44</b>	<b>9.33</b>	<b>9.60</b>	<b>10.07</b>

The Fund's Net Assets per Unit (\$)¹					
Series T6	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Net Assets, beginning of period	7.33	8.04	8.24	8.67	8.81
<b>Increase (decrease) from operations:</b>					
Total revenue	0.21	0.21	0.23	0.22	0.23
Total expenses (excluding distributions)	(0.17)	(0.17)	(0.18)	(0.20)	(0.21)
Realized gains (losses) for the period	0.10	0.08	0.07	0.01	(0.02)
Unrealized gains (losses) for the period	1.10	(0.38)	0.18	0.11	0.47
<b>Total increase (decrease) from operations²</b>	<b>1.24</b>	<b>(0.26)</b>	<b>0.30</b>	<b>0.14</b>	<b>0.47</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	-	-	-	-	-
From dividends⁴	(0.04)	(0.05)	(0.03)	(0.02)	(0.04)
From capital gains	-	-	-	-	-
Return of capital	(0.44)	(0.45)	(0.45)	(0.55)	(0.56)
<b>Total distributions³</b>	<b>(0.48)</b>	<b>(0.50)</b>	<b>(0.48)</b>	<b>(0.57)</b>	<b>(0.60)</b>
<b>Net Assets, end of period</b>	<b>8.13</b>	<b>7.33</b>	<b>8.04</b>	<b>8.24</b>	<b>8.67</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.

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## Financial Highlights (continued)

Ratios and Supplemental Data					
Series E6	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Total NAV (\$) (000's) <sup>1</sup>	67,820	42,000	39,542	40,583	12,955
Number of units outstanding (000's) <sup>1</sup>	7,121	4,892	4,194	4,203	1,284
Management expense ratio (%) <sup>2,3</sup>	2.04	2.04	2.11	2.20	2.26
Management expense ratio before waivers or absorptions (%) <sup>2,3,4</sup>	2.04	2.04	2.11	2.20	2.26
Trading expense ratio (%) <sup>5</sup>	0.03	0.04	0.03	0.03	0.03
Portfolio turnover rate (%) <sup>6</sup>	1.56	3.01	0.80	0.87	60.24
NAV per unit (\$)¹	9.52	8.59	9.43	9.66	10.09

Ratios and Supplemental Data					
Series F6	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Total NAV (\$) (000's) <sup>1</sup>	84,709	24,394	15,694	4,654	4,168
Number of units outstanding (000's) <sup>1</sup>	9,095	2,931	1,731	505	435
Management expense ratio (%) <sup>2,3</sup>	1.00	1.00	1.13	1.25	1.25
Management expense ratio before waivers or absorptions (%) <sup>2,3,4</sup>	1.00	1.00	1.13	1.25	1.25
Trading expense ratio (%) <sup>5</sup>	0.03	0.04	0.03	0.03	0.03
Portfolio turnover rate (%) <sup>6</sup>	1.56	3.01	0.80	0.87	60.24
NAV per unit (\$)¹	9.31	8.32	9.07	9.22	9.57

Ratios and Supplemental Data					
Series L6	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Total NAV (\$) (000's) <sup>1</sup>	4,754	1,081	369	271	175
Number of units outstanding (000's) <sup>1</sup>	511	128	40	28	17
Management expense ratio (%) <sup>2,3</sup>	2.52	2.55	2.55	2.56	2.57
Management expense ratio before waivers or absorptions (%) <sup>2,3,4</sup>	2.52	2.55	2.55	2.56	2.57
Trading expense ratio (%) <sup>5</sup>	0.03	0.04	0.03	0.03	0.03
Portfolio turnover rate (%) <sup>6</sup>	1.56	3.01	0.80	0.87	60.24
NAV per unit (\$)¹	9.31	8.44	9.33	9.60	10.07

Ratios and Supplemental Data					
Series T6	03/31 2021	03/31 2020	03/31 2019	03/31 2018	03/31 2017
Total NAV (\$) (000's) <sup>1</sup>	123,702	86,518	86,939	89,613	93,372
Number of units outstanding (000's) <sup>1</sup>	15,213	11,809	10,810	10,879	10,764
Management expense ratio (%) <sup>2,3</sup>	2.09	2.09	2.21	2.30	2.38
Management expense ratio before waivers or absorptions (%) <sup>2,3,4</sup>	2.09	2.09	2.21	2.30	2.38
Trading expense ratio (%) <sup>5</sup>	0.03	0.04	0.03	0.03	0.03
Portfolio turnover rate (%) <sup>6</sup>	1.56	3.01	0.80	0.87	60.24
NAV per unit (\$)¹	8.13	7.33	8.04	8.24	8.67

- 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 1.93% for Series E6, 0.94% for Series F6, 2.22% for Series L6 and 1.98% for Series T6.
- 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 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 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.

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## Management Fees (continued)

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 E6		
FE	57	43
Series F6	-	100
Series L6		
ASC First year	-	100
ASC Year 2 and 3	25	75
ASC After 3 years	50	50
Series T6		
FE	56	44
LL First 3 years	28	72
LL After 3 years	56	44
DSC First 7 years	28	72
DSC After 7 years	56	44

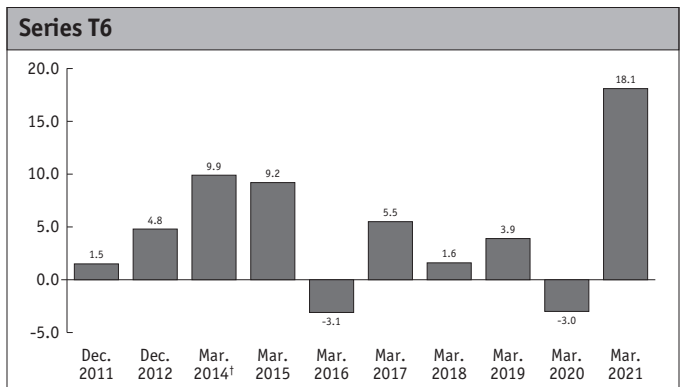
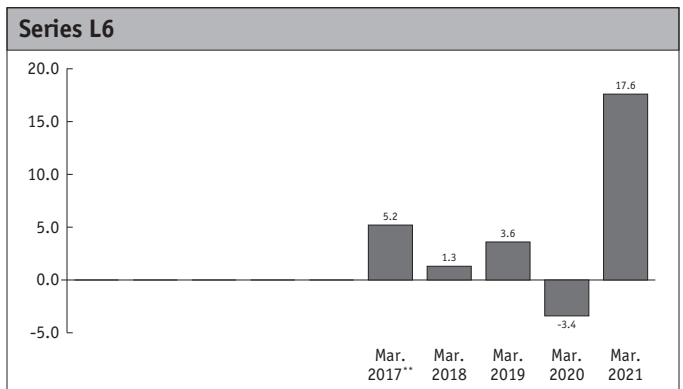
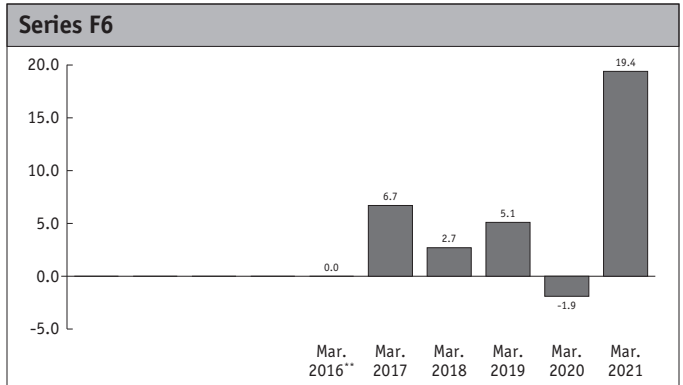
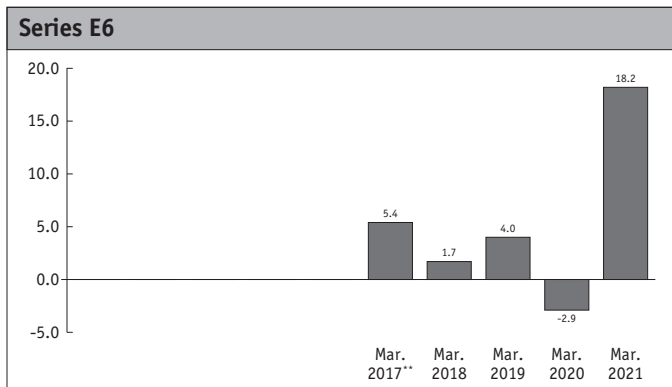
FE - front end; LL - low load; DSC - deferred sales charge; ASC - advisor service charge  
Other - includes general administration, investment advice and profit.

## 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.

## 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.



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

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

# IA Clarington Inhance Conservative SRI Portfolio

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## Past Performance (continued)

### Annual Compound Returns

The tables show the annual compound returns for the Fund compared to the FTSE Canada Universe Bond Index (the "Broad-based Index") and the benchmark index (the "Benchmark Index") which consists of the FTSE Canada Universe Bond Index (60%), the S&P/TSX Composite Index (20%) and the MSCI World Index<sup>^</sup> (20%) for the periods ended March 31, 2021.

Annual Compound Returns, Series E6			
Percentage (%)	Since Jun.20/16	Past 3 years	Past 1 Year
Series E6	5.3	6.1	18.2
Broad-based Index	2.5	3.8	1.6
Benchmark Index	6.6	7.2	16.0

Annual Compound Returns, Series F6				
Percentage (%)	Since Jun.29/15	Past 5 years	Past 3 years	Past 1 Year
Series F6	5.3	6.2	7.2	19.4
Broad-based Index	3.0	2.8	3.8	1.6
Benchmark Index	5.9	6.6	7.2	16.0

Annual Compound Returns, Series L6			
Percentage (%)	Since Jun.27/16	Past 3 years	Past 1 Year
Series L6	4.9	5.6	17.6
Broad-based Index	2.5	3.8	1.6
Benchmark Index	6.6	7.2	16.0

Annual Compound Returns, Series T6				
Percentage (%)	Past 10 years	Past 5 years	Past 3 years	Past 1 Year
Series T6	4.6	5.0	6.0	18.1
Broad-based Index	4.0	2.8	3.8	1.6
Benchmark Index	6.5	6.6	7.2	16.0

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.

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 MSCI World Index<sup>^</sup> is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed markets. The MSCI World Index<sup>^</sup> consists of 23 developed market country indices.

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.

## 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	%
Corporate Bonds	19.72
Provincial Bonds and Guarantees	14.94
Financials	11.58
Federal Government Bonds	8.31
Federal Guarantees	8.08
Information Technology	4.78
Industrials	4.60
Cash and Other Net Assets	4.53
Real Estate	4.39
Consumer Discretionary	3.34
Materials	2.82
Communication Services	2.52
Utilities	2.49
Health Care	2.43
Municipal Bonds and Guarantees	1.89
Consumer Staples	1.53
Supranational Guarantees	1.40
Energy	0.52
Asset-Backed Securities	0.13
	<b>100.00</b>

# IA Clarington Inhance Conservative SRI Portfolio

March 31, 2021

## Summary of Investment Portfolio (continued)

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

Top Holdings	%
IA Clarington Inhance Bond SRI Fund, Series I	55.56
IA Clarington Inhance Monthly Income SRI Fund, Series I	19.77
IA Clarington Inhance Global Equity SRI Class, Series I	13.68
IA Clarington Inhance Canadian Equity SRI Class, Series I	9.99
Cash and Other Net Assets	0.73
IA Clarington Inhance Global Equity SRI Fund, Series I	0.27

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).

^ Source: MSCI Inc. MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used as a basis for other indices or any securities or financial products. This report is not approved, reviewed, or produced by MSCI.

## 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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