

Annual Management Report of Fund Performance

For the Period Ended March 31, 2023

Fund Manager
Counsel Portfolio Services Inc.

This Annual Management Report of Fund Performance contains financial highlights but does not contain either the annual or interim financial statements of the investment fund. You may obtain a copy of the financial statements, at no cost, by calling toll-free at 1-877-216-4979, by writing to us at Counsel Portfolio Services Inc, 5015 Spectrum Way, Suite 300, Mississauga, Ontario, L4W 0E4, by visiting our website at www.counsel-services.com or by visiting the SEDAR website 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. For more information, please refer to the Fund's Simplified Prospectus, Annual Information Form and Fund Facts, which may also be obtained, at no cost, using any of the methods outlined above.

For the Fund's current net asset value per security for series available via prospectus and for more recent information on general market events, please visit our website.

A NOTE ON FORWARD-LOOKING STATEMENTS

This report may contain forward-looking statements which reflect our current expectations or forecasts of future events. Forward-looking statements include statements that are predictive in nature, depend upon or refer to future events or conditions, or include words such as: "expects", "anticipates", "intends", "plans", "believes", "estimates", "preliminary", "typical" and other similar expressions. In addition, these statements may relate to future corporate actions, future financial performance of a fund or a security and their future investment strategies and prospects. Forward-looking statements are inherently subject to, among other things, risks, uncertainties and assumptions which could cause actual events, results, performance or prospects to differ materially from those expressed in, or implied by, these forward-looking statements. These risks, uncertainties and assumptions include, without limitation, general economic, political and market factors in North America and internationally, interest and foreign exchange rates, the volatility of global equity and capital markets, business competition, technological change, changes in securities legislation, changes in government regulations, changes in tax law, unexpected judicial or regulatory proceedings, catastrophic events, outbreaks of disease or pandemics (such as COVID-19), and the ability of Counsel Portfolio Services Inc. to attract or retain key employees. The foregoing list of important risks, uncertainties and assumptions is not exhaustive. Please consider these and other factors carefully and do not place undue reliance on forward-looking statements.

The forward-looking information contained in this report is current only as of the date of this report. There should not be an expectation that such information will in all circumstances be updated, supplemented or revised whether as a result of new information, changing circumstances, future events or otherwise.

IPC HIGH INTEREST SAVINGS FUND

ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE | March 31, 2023

Management Discussion of Fund Performance

June 5, 2023

This Management Discussion of Fund Performance presents the views of Counsel Portfolio Services Inc. (“Counsel”) on the significant factors and developments during the period from the Fund’s inception to March 31, 2023 that have affected the Fund’s performance and outlook.

In addition, net asset value (NAV) refers to the value of the Fund or a series, as calculated for transaction purposes, on which the discussion of Fund performance is based.

Investment Objective and Strategies

The Fund seeks to provide investors with a high rate of monthly interest income, while preserving capital and providing liquidity, by investing primarily in high interest deposit accounts. Although the Fund operates as a money market fund, its NAV may diverge from \$10 per unit and only pays distributions once a month.

Risk

The risks of investing in the Fund remain as discussed in the Fund’s Simplified Prospectus. The Fund is suitable for investors who seek a Canadian fund with higher interest income than a traditional money market fund would offer; want a short-term investment; and have a low tolerance for risk.

Results of Operations

Investment Performance

Since the Fund’s inception, the Fund’s Series A securities returned 0.55% (after deducting fees and expenses). This compares with a 0.73% return of the FTSE Canada 30 Day T-Bills Index (the “Index”). All index and series returns are calculated on a total return basis in Canadian dollar terms. Investors cannot invest in an index without incurring fees, expenses, and commissions, none of which are reflected in the index returns.

In response to persistently high inflation, the Bank of Canada raised its policy rate by 400 basis points over the period, to 4.50% from 0.50%. As a result, short-term yields, including yields on treasury bills, bankers’ acceptances and short-term notes, increased substantially.

The Fund underperformed the index as the Fund as the Fund experienced the impact of cash deposits waiting to be invested in the underlying high interest savings account (“cash drag”) during a period of substantial growth in its first two months of operations. As the Fund has grown, the impact of cash drag from new subscriptions has reduced and this headwind is not expected to be material in the future.

As of March 31, 2023, the current yield was 4.42% for Series A, 4.53% for Series F, 4.58% for Series C, and 4.64% for Series I and Series Private Wealth compared to 30-day treasury bills yield of 4.27% at March 31, 2023.

Net Assets

The Fund’s NAV increased to \$101.0 million as at March 31, 2023. Of this increase, \$100.7 million was attributable to net sales and \$0.3 million to investment performance (after deducting fees and expenses).

Fees and Expenses

The annualized management expense ratio (“MER”) for each series during the period ended March 31, 2023, is presented in the *Financial Highlights* section of this report.

Recent Developments

Late in the period, global economic growth picked up, supported by a warm winter in Europe and the end of China’s “zero-Covid” policy. Purchasing Manager Indexes (“PMIs”) suggest that real activity in advanced economies continues to shrug off the effects of higher interest rates. According to the flash PMIs, GDP and employment growth both got off to a strong start in Q2 2023, even amid the banking sector turmoil. Mitigating this tailwind is the fact that inflationary pressures are no longer easing, meaning that central banks will need to raise interest rates a bit further in order to deflate wage pressures and bring sticky core inflation back to target. However, Counsel’s portfolio management team believes that the majority of central banks globally have now reached or are approaching the end of their cycle of rate increases. The team expects that a systemic banking crisis will be avoided, but that a further tightening in credit conditions will nonetheless add to pressures on the global economy that we already expected to slip into recession later this year. With that in mind, we expect equities to struggle from here. Supporting this view is a group of financial conditions indices that the team tracks which show that financial conditions in advanced economies are about the tightest that they have been since the Global Financial Crisis in 2008-09 and so are likely to act as a headwind to economic activity. Despite market expectations, the team does not expect interest rate cuts in the near term.

On April 3, 2023, The Canada Life Assurance Company announced an agreement to acquire Investment Planning Counsel Inc. (the parent company of Counsel). The transaction is expected to be completed within 2023. Counsel will continue operate as manager of the Counsel Funds and the agreement is not expected to impact the Fund’s operations.

Related Party Transactions

Management Fees

Counsel used approximately 42% of the total management fee revenues received from all Counsel funds to fund Distribution Related Payments to registered dealers and brokers. In comparison, such Distribution Related Payments for the Fund represented 45% of the management fees paid. This amount is an average percentage of the management fees paid by all series. The actual percentage for each series may be higher or lower than the average depending on the level of trailing commissions paid for that series.

Management and Administration Services

For each applicable series, the Fund paid management fees and administration fees to Counsel at the annual rates specified under *Series Information* in this report and as more fully described in the Simplified Prospectus. In return for the administration fees, Counsel pays all costs and expenses (other than certain specified fund costs) required to operate the Fund. See also *Management Fees*.

Portfolio Transaction Services

IPC Investment Corporation, an affiliate of Counsel, provides portfolio transaction services to the Fund when the Fund invests in high interest savings funds. The Fund pays no brokerage commissions or fees on these investment transactions.

Other Related Party Transactions

During the year, the Fund did not rely on an approval, positive recommendation, or standing instruction from the Counsel Funds’ Independent Review Committee (“IRC”) with respect to any related party transactions.

The Fund is relatively small in size and is subject to large transaction risk as discussed in its Simplified Prospectus. Counsel manages this risk to reduce the possibility of any adverse effect on the Fund or on its investors, through such

IPC HIGH INTEREST SAVINGS FUND

ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE | March 31, 2023

processes as requiring advance notice of large redemptions. As at March 31, 2023, one individual investor owned securities worth 10.8% of the Fund's NAV in total. As of March 31, 2023, Counsel had not received notice of any large redemptions.

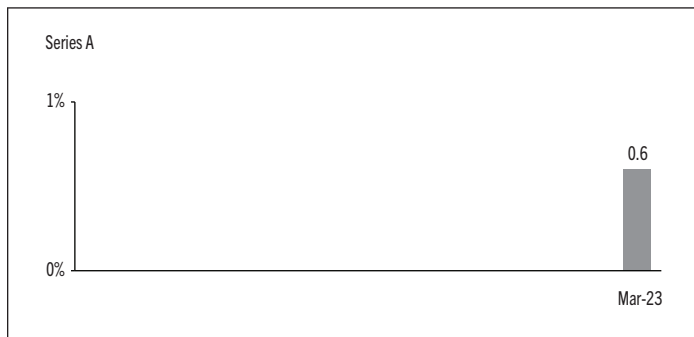
Past Performance

The indicated rates of return are the historical annual compound total returns, including changes in NAV per security and assuming reinvestment of all distributions. They do not take into account sales, redemption, distribution or optional sales charges, management fees directly payable by investors or income taxes payable by any investor that would have reduced returns. Returns for each series primarily differ because fees and expenses vary for each series. Please refer to *Series Information* for further information. The past performance of the Fund is not necessarily an indication of how it will perform in the future.

If you hold this Fund outside of a registered plan, income and capital gains distributions paid to you increase your income for tax purposes, whether paid in cash or reinvested in additional securities. The amount of reinvested taxable distributions is added to the adjusted cost base of the securities that you own. This would decrease your capital gain or increase your capital loss when you later redeem from the Fund, thereby ensuring that you are not taxed on this amount again. Please consult your tax advisor regarding your personal tax situation.

Year-by-Year Returns

The bar charts show how much an investment made on the first day of each financial year would have increased or decreased by the end of the respective periods. For the first year of a series, the percentage shown will be the actual return of the series from its inception date, which can be found under *Series Information*. The charts illustrate how the Fund's performance has changed over time.



IPC HIGH INTEREST SAVINGS FUND

ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE | March 31, 2023

Summary of Investment Portfolio at March 31, 2023

ASSET TYPE	% OF NAV
High interest savings account	99.7
Cash	1.0
Other	(0.7)

TOP 25 POSITIONS

Issuer/Underlying Fund	% OF NAV
Equitable Bank High Interest Savings Account	99.7
Cash	1.0
Top long positions as a percentage of total net asset value	100.7

IPC HIGH INTEREST SAVINGS FUND

ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE | March 31, 2023

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 each of the fiscal periods presented below. If during the period a fund or series was established or reinstated, "period" represents the period from inception to the end of that fiscal period. Series inception dates can be found under *Series Information*.

NET ASSETS PER SECURITY (\$)¹

	Mar. 31 2023
Series A	
Net assets, beginning of period	10.00
Increase (decrease) from operations:	
Total revenue	0.07
Total expenses	–
Realized gains (losses) for the period	–
Unrealized gains (losses) for the period	–
Total increase (decrease) from operations²	0.07
Distributions:	
From income (excluding Canadian dividends)	(0.04)
From Canadian dividends	–
From capital gains	–
Return of capital	–
Total annual distributions³	(0.04)
Net assets at period end	10.01
Series C	
Net assets, beginning of period	10.00
Increase (decrease) from operations:	
Total revenue	0.10
Total expenses	–
Realized gains (losses) for the period	(0.07)
Unrealized gains (losses) for the period	–
Total increase (decrease) from operations²	0.03
Distributions:	
From income (excluding Canadian dividends)	(0.05)
From Canadian dividends	–
From capital gains	–
Return of capital	–
Total annual distributions³	(0.05)
Net assets at period end	10.01

	Mar. 31 2023
Series F	
Net assets, beginning of period	10.00
Increase (decrease) from operations:	
Total revenue	0.07
Total expenses	–
Realized gains (losses) for the period	–
Unrealized gains (losses) for the period	–
Total increase (decrease) from operations²	0.07
Distributions:	
From income (excluding Canadian dividends)	(0.04)
From Canadian dividends	–
From capital gains	–
Return of capital	–
Total annual distributions³	(0.04)
Net assets at period end	10.01
Series I	
Net assets, beginning of period	10.00
Increase (decrease) from operations:	
Total revenue	0.14
Total expenses	–
Realized gains (losses) for the period	(0.08)
Unrealized gains (losses) for the period	–
Total increase (decrease) from operations²	0.06
Distributions:	
From income (excluding Canadian dividends)	(0.05)
From Canadian dividends	–
From capital gains	–
Return of capital	–
Total annual distributions³	(0.05)
Net assets at period end	10.01

(1) These calculations are prescribed by securities regulations and are not intended to be a reconciliation between opening and closing net assets per security. The information presented is derived from the Fund's financial statements prepared in accordance with IFRS. The net assets presented here in this table and in the financial statements may differ from the NAV; an explanation of these differences can be found in Note 3 of the Fund's Financial Statements.

(2) NAV and distributions per security figures are based on the actual number of securities outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of securities outstanding over the financial period.

(3) Distributions were paid in cash, reinvested in additional securities of the Fund, or both.

IPC HIGH INTEREST SAVINGS FUND

ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE | March 31, 2023

THE FUND'S NET ASSETS PER SECURITY (\$) ¹ (cont'd)

	Mar. 31 2023
Series Private Wealth	
Net assets, beginning of period	10.00
Increase (decrease) from operations:	
Total revenue	0.05
Total expenses	–
Realized gains (losses) for the period	0.02
Unrealized gains (losses) for the period	–
Total increase (decrease) from operations²	0.07
Distributions:	
From income (excluding Canadian dividends)	(0.05)
From Canadian dividends	–
From capital gains	–
Return of capital	–
Total annual distributions³	(0.05)
Net assets at period end	10.01

RATIOS AND SUPPLEMENTAL DATA

	Mar. 31 2023
Series A	
Total net asset value (\$000's) ¹	48,424
Securities Outstanding (000's) ¹	4,836
Management expense ratio (%) ²	0.28
Management expense ratio before waivers or absorptions (%) ²	0.28
Trading expense ratio (%) ³	0.00
Portfolio turnover rate (%) ⁴	n/a
	Mar. 31 2023
Series C	
Total net asset value (\$000's) ¹	3
Securities Outstanding (000's) ¹	–
Management expense ratio (%) ²	0.15
Management expense ratio before waivers or absorptions (%) ²	0.15
Trading expense ratio (%) ³	0.00
Portfolio turnover rate (%) ⁴	n/a
	Mar. 31 2023
Series F	
Total net asset value (\$000's) ¹	37,240
Securities Outstanding (000's) ¹	3,719
Management expense ratio (%) ²	0.16
Management expense ratio before waivers or absorptions (%) ²	0.16
Trading expense ratio (%) ³	0.00
Portfolio turnover rate (%) ⁴	n/a
	Mar. 31 2023
Series I	
Total net asset value (\$000's) ¹	5,216
Securities Outstanding (000's) ¹	521
Management expense ratio (%) ²	0.05
Management expense ratio before waivers or absorptions (%) ²	0.05
Trading expense ratio (%) ³	0.00
Portfolio turnover rate (%) ⁴	n/a

(1) This information is provided as at the end of the fiscal period shown.

(2) MER and MER before waivers or absorptions ("Gross MER") are based on total expenses (excluding commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of average daily NAV during the period. In the period a series is established, the MERs and Gross MERs are annualized from the date of inception to the end of the period. MER and Gross MER may be impacted by decreases and/or increases in management fees and/or administration fees as discussed under Series Information. Where the Fund invests in securities of an Underlying Fund, the MERs and Gross MERs presented for the Fund include the portion of MERs of the Underlying Fund(s) attributable to this investment.

(3) The trading expense ratio ("TER") represents total commissions and other portfolio transaction costs incurred as an annualized percentage of the daily average NAV during the period. Where the Fund invests in securities of an Underlying Fund, the TERs presented for the Fund include the portion of TERs of its Underlying Fund(s) attributable to this investment.

(4) The portfolio turnover rate is not disclosed for the Fund, as it is not applicable to money market funds.

IPC HIGH INTEREST SAVINGS FUND

ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE | March 31, 2023

RATIOS AND SUPPLEMENTAL DATA (cont'd)

Series Private Wealth	Mar. 31 2023
Total net asset value (\$000's) ¹	10,144
Securities Outstanding (000's) ¹	1,013
Management expense ratio (%) ²	0.05
Management expense ratio before waivers or absorptions (%) ²	0.05
Trading expense ratio (%) ³	0.00
Portfolio turnover rate (%) ⁴	n/a

IPC HIGH INTEREST SAVINGS FUND

ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE | March 31, 2023

Series Information

Series	Date of Inception	Minimum Investment (\$)	Management Fee ⁶ (%)	Administration Fee ⁶ (%)
Series A ¹	January 24, 2023	500	0.20	0.05
Series C ^{1,5}	January 24, 2023	500	0.10	0.05
Series F ²	January 24, 2023	500	0.10	0.05
Series I ^{2,3,6}	January 24, 2023	500	–	0.05
Series Private Wealth ⁷	January 24, 2023	–	–	0.05

(1) Series A and C are the only series subject to sales charges. Securities may be subject to a negotiated fee of up to 5% at time of initial purchase.

(2) A negotiable advisory or asset-based fee (plus sales taxes) is payable by investors to their dealer(s) in connection with the securities held in this series. The fee may be collected by Counsel from the investor's account through redemption of securities and remitted to the dealer at the investor's request. Alternatively, the dealer may collect it directly from the investor.

(3) The management fee for this series is 0.10% and is payable directly to Counsel generally through the monthly redemption of securities.

(4) This series is only available to investors utilizing the Counsel Advisor-Directed Rebalancing ("Counsel ADR") service.

(5) Counsel may, at its discretion, waive or lower the management fee (either directly or indirectly) and/or administration fee payable by investors.

(6) There are no management fees for Series Private Wealth. An investor must enter into an agreement to participate in a discretionary managed program offered by IPC Securities Corporation and agree to pay certain asset-based fees.