

## **Annual Management Report of Fund Performance**

*For the Year Ended March 31, 2024*

*This Annual Management Report of Fund Performance contains financial highlights but does not contain the complete annual financial statements of the investment fund. You may obtain a copy of the annual financial statements, at no cost, by calling 1-888-746-6344 (1-800-661-4578 if you live in Quebec) or by writing to us at 447 Portage Avenue, Winnipeg, Manitoba, R3B 3H5 (2001, boulevard Robert-Bourassa, bureau 2000, Montreal (Quebec), H3A 2A6 if you live in Quebec), or by visiting the SEDAR+ website at [www.sedarplus.ca](http://www.sedarplus.ca).*

*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. For more information, please refer to the Fund's Annual Information Form, which may also be obtained, at no cost, using any of the methods outlined above.*

*For the Fund's current net asset values per security and for more recent information on general market events, please visit our website at [www.ig.ca](http://www.ig.ca).*

*References to "Consultant" or "Consultants" mean "Representative" or "Representatives" in Quebec.*

### **A NOTE ON FORWARD-LOOKING STATEMENTS**

*This report may contain forward-looking statements that 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 that 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 government regulations, changes in securities laws and regulations, changes in tax laws, unexpected judicial or regulatory proceedings, catastrophic events, outbreaks of disease or pandemics (such as COVID-19), and the ability of manager 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.*

# WELLINGTON — IG GLOBAL EQUITY HEDGE POOL

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## Management Discussion of Fund Performance

June 6, 2024

This Management Discussion of Fund Performance presents the portfolio management team's view on the significant factors and developments that have affected the Fund's performance and outlook in the year ended March 31, 2024 (the "period"). If the Fund was established during the period, "period" represents the period since inception.

In this report, "IGIM" and "the Manager" refer to I.G. Investment Management, Ltd., the manager of the Fund. In addition, net asset value ("NAV") refers to the value of the Fund as calculated for transaction purposes, on which the discussion of Fund performance is based.

Please read *A Note on Forward-Looking Statements* on the first page of this document.

### Investment Objective and Strategies

The Fund aims to provide long-term capital appreciation with lower sensitivity to general equity market movements by combining long investments in equities with risk management strategies. The Fund will invest in equity securities of companies anywhere in the world. The Fund will also gain exposure to non-traditional asset classes and/or use non-traditional investment strategies, including the use of derivatives for investment purposes. The aggregate notional value of the Fund's specified derivatives positions, excluding any specified derivatives used for hedging purposes, must not exceed 250% of its net asset value.

### Risk

The risks of the Fund remain as discussed in the Fund's initial Simplified Prospectus.

The Fund is suitable for long-term investors looking for capital growth who intend to hold the Fund as one component of a diversified investment portfolio and who have a medium tolerance for risk.

The Fund is currently available for investment only by other IG Wealth Management Funds.

### Results of Operations

#### Investment Performance

The performance in the current and previous periods is shown in the *Past Performance* section of the report. The following comparison to market indices is intended to help investors understand the Fund's performance relative to the general performance of the markets. However, the Fund's mandate may be different from that of the indices shown.

For the year ended March 31, 2024, the Series P securities returned 13.9% (after deducting fees and expenses paid by the Fund). In comparison, the Fund's broad-based index, the MSCI World (Net) Index, returned 25.2% and the Fund's blended index returned 14.7%. The blended index is composed of a 40% weighting in the Russell 3000 Index (returned 29.4%) and a 60% weighting in the ICE BofA Three-Month U.S. Treasury Bill Index (returned 5.5%). Given the Fund's mandate, the blended index has been included as a more meaningful comparison.

U.S. equities experienced volatility but ended the period on a positive note as moderating inflation and resilient economic growth provided a supportive backdrop. However, S&P 500 Index returns were concentrated, with mega-capitalization stocks significantly outperforming the broader index. Investor attention shifted to the timing of the U.S. Federal Reserve's expected transition from its recent cycle of interest rate increases to the rate cuts it has signalled for 2024.

The Federal Reserve paused interest rate increases in the period, holding the federal funds rate at a target range of 5.25%–5.50% after two 25-basis-point rises. Treasury yields fell from peak levels. Inflation decreased significantly because of slower growth in food and energy prices. Wage growth moderated but remained around 5%. The Federal Reserve remained focused on its 2% inflation target, signalling that it could lower interest rates in 2024 despite robust economic indicators and persistently high inflation.

Within the Russell 3000 Index, communication services, information technology and financials were the strongest sectors in Canadian dollar terms, while utilities, consumer staples and real estate were the weakest.

The Fund combines long-only equity strategies with hedging strategies that are designed to manage the overall market exposure while helping mitigate risk. The Fund contains regional components that include long-only equities. It currently consists of U.S. large-capitalization, U.S. small-capitalization, Europe and Japan components.

The Fund underperformed both the broad-based index and the blended index. The Fund's hedging strategies, which are designed to reduce the Fund's overall market exposure, detracted from performance as regional core indexes rose during the period. The Fund's risk mitigation strategy, which involves writing and buying S&P 500 put options, also detracted from performance. The Fund's exposure to U.S. large-cap and small-cap stocks, along with exposure to equities in Europe and Japan, contributed to performance.

### Leverage

Leverage occurs when the Fund borrows money or securities, or uses derivatives, to generate investment exposure that would otherwise not be possible. The Fund's aggregate exposure to its sources of leverage is calculated as the sum of the following: (i) the market value of short holdings; (ii) the amount of cash borrowed for investment purposes; and (iii) the notional value of the Fund's derivatives positions, excluding any derivatives used for hedging purposes.

The Fund uses derivatives in the form of equity index futures, foreign exchange forwards and/or options to hedge the portfolio's market exposure and mitigate downside risk. The source of leverage was derivatives positions in equity index options and currency forward contracts, which are used to reduce market exposure.

Over the period, the Fund's aggregate exposure to sources of leverage ranged from 20.5% to 43.3% of the Fund's net asset value. The fluctuation comes from the portfolio's options positioning (specifically short put options) as the market moves toward or away from the strike price of the options and as the currency forward contracts expire and new positions are added. Including the notional value of derivatives used for hedging, the low and high amounts of gross notional value of the Fund ranged from 138.6% to 145.1%.

### Net Assets

The Fund's net assets increased by 38.1% during the period to \$410.2 million. This change was composed primarily of \$48.2 million in net income (including any interest and/or dividend income) from investment performance, after deducting fees and expenses, and an increase of \$65.0 million due to net securityholder activity (including sales, redemptions and cash distributions).

### Fees and Expenses

The management expense ratio ("MER") for each series during the year ended March 31, 2024, was generally similar to the MER for the year ended March 31, 2023. Total expenses paid vary from period to period mainly as a result of changes in average assets in each series. No management fee or administration fee, other than certain specific fund costs, is charged to the Fund. The MERs are presented in the *Financial Highlights* section of this report.

# WELLINGTON – IG GLOBAL EQUITY HEDGE POOL

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## Recent Developments

While global equity markets rallied over the period, the portfolio management team believes risks exist as investors consider economic uncertainties, including the ramifications of central bank decisions, upcoming U.S. elections and evolving geopolitical tensions. The team believes the potential exists for a return to broader market performance after the recent concentrated advances. This would create a more robust environment for stock selection and benefit investment strategies based on fundamental company research.

## Related Party Transactions

I.G. Investment Management, Ltd. is the Manager, Trustee and Portfolio Advisor of the Fund. The Fund is only available for purchase by other IG Wealth Management Funds and is not available for purchase by retail investors. The Manager, Portfolio Advisor and Trustee are, indirectly, wholly owned subsidiaries of IGM Financial Inc.

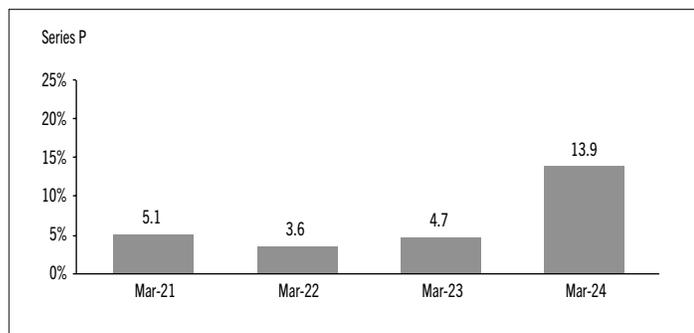
Certain other investment funds, distributed by IG Wealth Management, and other qualified investors may invest in Series P of this Fund. As at March 31, 2024, this series comprised 100.0% of the Fund's net assets. The Manager relied on standing instructions approved by the IG Wealth Management Funds Independent Review Committee for the execution of all such transactions, which are based on the net asset value per security determined in accordance with the stated policies of the Fund on each transaction day. Investments by other investment funds in the Fund increase the risk of large redemption or purchase orders, which could result in larger than normal cash positions in the Fund for short periods of time. This could have an impact on the Fund's operations. However, the Manager uses various strategies to minimize the potential dilutive impact associated with large cash positions. These strategies may include transferring securities in-kind where possible, utilizing ETFs to maintain market exposure in lieu of cash and spreading transactions in smaller increments over a period of time.

## Past Performance

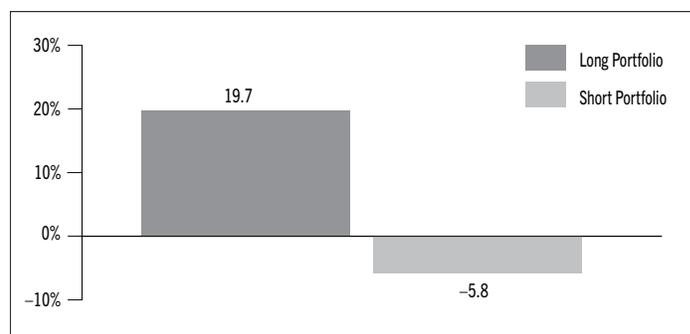
The Fund's performance information assumes all distributions made by the Fund in the periods presented are reinvested in additional securities of the relevant series of the Fund. The performance information does not take into account sales, redemption, distribution or other optional charges, or income taxes payable by any investor that would have reduced returns or performance. The past performance of the Fund is not necessarily an indication of how it will perform in the future.

## Year-by-Year Returns

The following bar chart presents the performance of Series P of the Fund for each of the fiscal periods shown. The chart shows, in percentage terms, how much an investment made on the first day of each fiscal period, or on the series inception or reinstatement date, as applicable, would have increased or decreased by the last day of the fiscal period presented. Series inception or reinstatement dates can be found under *Fund Formation and Series Information*.



The following bar chart presents the performance of the Fund's long and short portfolio positions for the period ended March 31, 2024, before deducting fees and expenses and before the effect of other assets (liabilities).



## Annual Compound Returns

The following table compares the historical annual compound total returns for each series of the Fund with the relevant index or indices shown below for each of the periods ended March 31, 2024. Investors cannot invest in an index without incurring fees, expenses and commissions, which are not reflected in these performance figures.

All index returns are calculated in Canadian dollars on a total return basis, meaning that all dividend payments, interest income accruals and interest payments are reinvested.

Percentage Return	1 Yr	3 Yr	5 Yr	10 Yr	Since Inception
Series P	13.9	7.3	n/a	n/a	7.0
MSCI World (Net) Index	25.2	11.3	n/a	n/a	14.5
ICE BofA US 3-month Treasury Bill Index	5.5	5.2	n/a	n/a	2.0
Russell 3000 Index	29.4	12.6	n/a	n/a	16.4

*The MSCI World (Net) Index represents large- and mid-cap equity performance across 23 developed markets. Net total returns are calculated after the deduction of withholding tax from the foreign income and dividends of its constituents.*

*The ICE BofA US 3-Month Treasury Bill Index is an unmanaged index consisting of a single U.S. Treasury issue with approximately three months to maturity, purchased at the beginning of each month and held for one full month.*

*The Russell 3000 Index measures the performance of the 3,000 largest U.S. companies based on total market capitalization, which represent approximately 98% of the investable U.S. equity market.*

# WELLINGTON – IG GLOBAL EQUITY HEDGE POOL

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## Summary of Investment Portfolio at March 31, 2024

PORTFOLIO ALLOCATION	% OF NAV
Equities	92.3
Equities	93.3
Purchased options**	0.1
Written options**	–
Short equity futures*	(1.1)
Other assets (liabilities)	4.3
Cash and cash equivalents	2.9
Exchange-traded funds	0.5

REGIONAL ALLOCATION	% OF NAV
United States	69.3
Japan	8.9
Other assets (liabilities)	4.3
United Kingdom	4.2
Cash and cash equivalents	2.9
France	2.5
Switzerland	1.8
Ireland	1.7
Netherlands	0.8
Canada	0.7
Germany	0.6
Sweden	0.6
Spain	0.5
Israel	0.5
China	0.4
Other	0.3

SECTOR ALLOCATION	% OF NAV
Information technology	17.0
Industrials	15.3
Financials	12.0
Health care	11.9
Consumer discretionary	10.6
Communication services	6.4
Consumer staples	5.8
Materials	4.7
Other assets (liabilities)	4.3
Energy	3.9
Real estate	3.0
Cash and cash equivalents	2.9
Utilities	1.7
Exchange-traded funds	0.5

\* Notional values represent –44.9% of NAV for short equity futures.

\*\* Notional values represent 44.5% of NAV for purchased options and –23.5% of NAV for written options.

TOP 25 LONG POSITIONS	% OF NAV
Issuer	
Cash and cash equivalents	2.9
Microsoft Corp.	2.4
NVIDIA Corp.	2.4
Amazon.com Inc.	2.1
Apple Inc.	1.7
Alphabet Inc.	1.6
Meta Platforms Inc.	1.4
American Tower Corp.	0.9
UnitedHealth Group Inc.	0.9
Chubb Ltd.	0.9
Danaher Corp.	0.8
Eli Lilly and Co.	0.7
Schlumberger Ltd.	0.7
Toyota Motor Corp.	0.7
Novartis AG	0.7
The TJX Companies Inc.	0.7
American Express Co.	0.6
Northrop Grumman Corp.	0.6
Linde PLC	0.6
Visa Inc.	0.6
Micron Technology Inc.	0.6
Texas Instruments Inc.	0.6
Marsh & McLennan Companies Inc.	0.5
Honeywell International Inc.	0.5
Stryker Corp.	0.5
<b>Top long positions as a percentage of total net asset value</b>	<b>26.6</b>

TOP 25 SHORT POSITIONS	% OF NAV
Issuer	
OSE Topix Future	(0.3)
CME E-Mini Russell 2000 Index Future	(0.3)
Eurex Euro STOXX 50 Future	(0.2)
FTSE 100 Index Future	(0.2)
CME E-Mini Standard & Poor's 500 Index Future	(0.1)
Montreal Exchange S&P/TSX 60 Index Future	–
S&P 500 Index Written Put Option @ \$3,675.00 EXP 05-17-2024	–
S&P 500 Index Written Put Option @ \$3,975.00 EXP 06-21-2024	–
S&P 500 Index Written Put Option @ \$4,250.00 EXP 07-19-2024	–
<b>Top short positions as a percentage of total net asset value</b>	<b>(1.1)</b>

The investments and percentages may have changed since March 31, 2024, due to the ongoing portfolio transactions of the Fund. Quarterly updates of holdings are available within 60 days of the end of each quarter except for March 31, the Fund's fiscal year-end, when they are available within 90 days.

# WELLINGTON – IG GLOBAL EQUITY HEDGE POOL

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## 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 series was established or reinstated, "period" represents the period from inception or reinstatement to the end of that fiscal period. Series inception or reinstatement dates can be found under *Fund Formation and Series Information*.

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

Series P	Mar. 31 2024	Mar. 31 2023	Mar. 31 2022	Mar. 31 2021	Mar. 31 2020
<b>Net assets, beginning of period</b>	10.44	10.38	10.07	10.00	n/a
<b>Increase (decrease) from operations:</b>					
Total revenue	0.22	0.17	0.14	(1.68)	n/a
Total expenses	(0.02)	(0.01)	(0.01)	(0.01)	n/a
Realized gains (losses) for the period	(0.33)	0.18	0.73	0.56	n/a
Unrealized gains (losses) for the period	1.66	0.13	(0.57)	1.55	n/a
<b>Total increase (decrease) from operations²</b>	1.53	0.47	0.29	0.42	n/a
<b>Distributions:</b>					
From net investment income (excluding Canadian dividends)	–	(0.18)	–	–	n/a
From Canadian dividends	–	–	–	–	n/a
From capital gains	–	(0.24)	(0.05)	(0.44)	n/a
Return of capital	–	–	–	–	n/a
<b>Total annual distributions³</b>	–	(0.42)	(0.05)	(0.44)	n/a
<b>Net assets, end of period</b>	11.89	10.44	10.38	10.07	n/a

(1) These calculations are prescribed by securities regulations and are not intended to be a reconciliation between opening and closing net assets per security. This information is derived from the Fund's audited annual financial statements. The net assets per security presented in the financial statements may differ from the net asset value per security calculated for fund pricing purposes. An explanation of these differences, if any, can be found in the *Notes to Financial Statements*.

(2) Net assets and distributions 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 fiscal period.

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

## RATIOS AND SUPPLEMENTAL DATA

Series P	Mar. 31 2024	Mar. 31 2023	Mar. 31 2022	Mar. 31 2021	Mar. 31 2020
Total net asset value (\$000)¹	409,965	297,008	283,413	201,295	n/a
Securities outstanding (000)¹	34,495	28,459	27,291	19,985	n/a
Management expense ratio (%)²	0.06	0.02	–	–	n/a
Management expense ratio before waivers or absorptions (%)²	0.06	0.02	–	–	n/a
Trading expense ratio (%)³	0.08	0.07	0.10	0.19	n/a
Portfolio turnover rate (%)⁴	73.61	79.70	52.85	72.60	n/a
Net asset value per security (\$)	11.88	10.43	10.38	10.07	n/a

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

(2) Management expense ratio ("MER") is based on total expenses, excluding commissions and other portfolio transaction costs, income taxes and withholding taxes, for the stated period and is expressed as an annualized percentage of daily average net assets during the period, except as noted. In the period a series is established, the MER is annualized from the date of inception to the end of the period. Where the Fund directly invests in securities of another fund (including exchange-traded funds or "ETFs"), the MERs presented for the Fund include the portion of MERs of the other fund(s) attributable to this investment. Any income distributions received from ETFs managed by affiliates of the Manager, with the intention of offsetting fees paid within those ETFs but which are not considered to be duplicative fees under regulatory requirements, are treated as waived expenses for MER purposes. The Manager may waive or absorb operating expenses at its discretion and stop waiving or absorbing such expenses at any time without notice.

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

(4) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor 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 the 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 year. There is not necessarily a relationship between a high turnover rate and the performance of a fund. The portfolio turnover rate is not provided when the Fund is less than one year old. 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

The Fund is only available for purchase by other IG Wealth Management Funds and is not available for purchase by retail investors. In order to avoid duplication of fees in the other IG Wealth Management Funds, the Fund does not pay a management fee.

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## Fund Formation and Series Information

Date of Formation: June 1, 2020

Series	Inception/ Reinstatement Date	Management fee (%)	Service fee (%)	Administration fee (%)	Trustee fee (%)
Series P	June 1, 2020	–	–	–	–

The fee rates in the table above are rounded to two decimals.