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## Mawer Canadian Bond Fund

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### Annual Management Report of Fund Performance

For the Year Ended December 31, 2022

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 1-844-395-0747, by writing us at Suite 600, 517 – 10th Avenue SW, Calgary, Alberta T2R 0A8, or by visiting our website at [www.mawer.com](http://www.mawer.com) or SEDAR at [www.sedar.com](http://www.sedar.com).

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

This Annual Management Report of Fund Performance includes certain statements that are "forward looking statements". All statements, other than statements of historical fact, included in this report that address activities, events or developments that the portfolio advisor, Mawer Investment Management Ltd. (the "Manager"), expects or anticipates will or may occur in the future, including such things as anticipated financial performance, are forward looking statements. The words "may", "could", "would", "should", "believe", "plan", "anticipate", "expect", "intend", "forecast", "objective" and similar expressions are intended to identify forward looking statements. These forward looking statements are subject to various risks and uncertainties, including the risks described in the Simplified Prospectus of the Fund, uncertainties and assumptions about the Fund, capital markets and economic factors, which could cause actual financial performance and expectations to differ materially from the anticipated performance or other expectations expressed. Economic factors include, but are not limited to, general economic, political and market factors in North America and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events.

All opinions contained in forward looking statements are subject to change without notice and are provided in good faith but without legal responsibility. The portfolio advisor has no specific intention of updating any forward looking statements whether as a result of new information, future events or otherwise, except as required by securities legislation. Certain research and information about specific holdings in the Fund, including any opinion, is based upon various sources believed to be reliable, but it cannot be guaranteed to be current, accurate or complete. It is for information only, and is subject to change without notice.

### Management Discussion of Fund Performance

#### Investment Objectives and Strategies

The investment objective of the Mawer Canadian Bond Fund (the "Fund") is to invest for interest income and capital returns primarily from bonds and debentures of Canadian government and corporate issuers. The Fund is primarily invested in a diversified portfolio of high-quality Canadian government and corporate bonds. The Fund may also invest in mortgage-backed securities, asset-backed securities or foreign securities. The Manager focuses on security, sector, credit and curve analysis in making investment decisions. Investment considerations may include interest rates, yield spreads, exchange rates, structures, credit spread and fundamental analysis of sovereign, government, corporate and structured finance issuers. For consistency of style, risk and return, only Canadian dollar securities are held with a minimum of 40% in government bonds. To limit the risk associated with unexpected movements in interest rates, the duration of the portfolio is limited to within 1 year of our benchmark, the FTSE Canada Universe Bond Index.

#### Risk

The risks of investing in the Fund remain as discussed in the Prospectus. The Fund is suitable for investors seeking income returns with low risk. The major risks for the Fund are interest rate risk and credit risk. To reduce interest rate risk we constrain the duration of the portfolio within narrow limits versus our benchmark. To reduce credit risk in the portfolio, the Fund only holds investment grade securities and diversifies corporate holdings by issuer and sector. We perform in-depth credit analysis and place a 5% limit on individual corporate issuer exposure.

#### Results of Operations

The Fund's net assets decreased 12.0% to \$3,760.9 million from \$4,274.3 million at December 31, 2022. Of this change, -\$497.2 million is attributable to negative investment performance and -\$16.2 million was due to net redemptions to the Fund.

The Manager assesses the Fund's underlying securities for liquidity on a quarterly basis. During the period the Fund has remained in compliance with National Instrument 81-102 and has maintained an illiquid concentration of less than 10% of the Fund's Net Asset Value. During the period there were no notable redemptions to the Fund that affected its liquidity.

The Bank of Canada and the U.S. Federal Reserve continued to raise policy interest rates, and while the path forward remains uncertain, the Bank of Canada left the door open to slowing its hiking cycle. Signs of economic slowdown were apparent, and inflation moderated but remained at a historically high level. We continue to research the dynamic of growth and central bank monetary policy, while monitoring a variety of key economic indicators in the top-down macro process.

Over the twelve-month period, the Fund's A series return was -12.03% (after management fees) relative to the FTSE Canada Universe Bond Index return of -11.69%. Interest rates increased substantially across all maturities and the Canadian sovereign yield curve inverted as central banks continued to hike interest rates to combat inflation.

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## Mawer Canadian Bond Fund

Our long duration positioning in the summer contributed positively as yields came down and in Q4 yield curves were deeply inverted leading to our short duration bias which added value as yields rose. While sector allocation was negative on the year as overall spreads widened, we have reduced our exposure in spread products and considerably upgraded the credit quality of our portfolio. Our corporate security selection contributed positively, benefiting from our positioning and trades within the energy and financial industries.

The Fund emphasizes higher quality businesses that can withstand economic shocks, run by excellent management teams, and priced at an attractive valuation through internal fundamental credit analysis. The Fund continues to identify areas of market dislocations and seek a variety of portfolio construction opportunities across rates and sectors enabled by Mawer's proprietary research platform.

### Recent Developments

There are no recent developments to report related to the strategic positioning of the Fund, the Manager, or the policies of the Independent Review Committee.

### Related Party Transactions – Management Fees

The Portfolio Advisor receives management fees, which are calculated for Series A Units as 0.60% per annum of the net asset value of the Fund calculated on a daily basis. Management fees for Series O and Series S Units are payable directly to the Manager by Series O and Series S investors and not by the Fund.

The terms of the Management Agreement were amended January 4, 1994, to grant the Manager of the Fund the ability, at their discretion, to reduce the management fees for large investors. This reduction is effected by means of a management fee distribution and will be automatically reinvested in additional units of the Fund at the net asset value of the Fund on the date of distribution. Mawer also receives fees for performing administrative services. As at December 31, 2022 the Fund owes Mawer \$0 related to these administrative services.

### 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 past five years. This information is derived from the Fund's audited annual financial statements which are prepared in accordance with IFRS.

### The Fund's Net Asset Value (NAV) per Unit<sup>1</sup>

SERIES A	2022	2021	2020	2019	2018
Net Assets, beginning of year	13.11	13.77	13.19	12.67	12.83
<b>Increase (decrease) from operations:</b>					
Total revenue	0.34	0.33	0.35	0.38	0.35
Total expenses	(0.08)	(0.09)	(0.09)	(0.09)	(0.09)
Realized gains (losses) for the year	(0.65)	(0.15)	0.46	0.12	(0.07)
Unrealized gains (losses) for the year	(1.23)	(0.54)	0.37	0.38	(0.08)
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>(1.62)</b>	<b>(0.45)</b>	<b>1.09</b>	<b>0.79</b>	<b>0.11</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	(0.26)	(0.24)	(0.26)	(0.29)	(0.26)
From dividends	-	-	-	-	-
From capital gains	-	-	(0.29)	-	-
Return of capital	-	-	-	-	-
Total Annual Distributions <sup>3</sup>	(0.26)	(0.24)	(0.55)	(0.29)	(0.26)
<b>Net Assets, end of year</b>	<b>11.28</b>	<b>13.11</b>	<b>13.77</b>	<b>13.19</b>	<b>12.67</b>

SERIES O	2022	2021	2020	2019	2018
Net Assets, beginning of year	12.21	12.82	12.38	11.92	12.07
<b>Increase (decrease) from operations:</b>					
Total revenue	0.31	0.30	0.33	0.36	0.33
Total expenses	-	-	-	-	-
Realized gains (losses) for the year	(0.61)	(0.14)	0.43	0.11	(0.06)
Unrealized gains (losses) for the year	(1.09)	(0.42)	0.36	0.34	(0.08)
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>(1.39)</b>	<b>(0.26)</b>	<b>1.12</b>	<b>0.81</b>	<b>0.19</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	(0.32)	(0.30)	(0.33)	(0.35)	(0.32)
From dividends	-	-	-	-	-
From capital gains	-	-	(0.39)	(0.03)	-
Return of capital	-	-	-	-	-
Total Annual Distributions <sup>3</sup>	(0.32)	(0.30)	(0.72)	(0.38)	(0.32)
<b>Net Assets, end of year</b>	<b>10.50</b>	<b>12.21</b>	<b>12.82</b>	<b>12.38</b>	<b>11.92</b>

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SERIES S	2022	2021			
Net Assets, beginning of year	11.90	12.00			
<b>Increase (decrease) from operations:</b>					
Total revenue	0.31	0.16			
Total expenses	-	-			
Realized gains (losses) for the year	(0.60)	(0.06)			
Unrealized gains (losses) for the year	(0.73)	0.01			
<b>Total increase (decrease) from operations<sup>2</sup></b>	<b>(1.02)</b>	<b>0.11</b>			
<b>Distributions:</b>					
From net investment income (excluding dividends)	(0.30)	(0.25)			
From dividends	-	-			
From capital gains	-	-			
Return of capital	-	-			
Total Annual Distributions <sup>3</sup>	(0.30)	(0.25)			
<b>Net Assets, end of year</b>	<b>10.25</b>	<b>11.90</b>			

<sup>(1)</sup> This information is derived from the Fund's audited financial statements.

<sup>(2)</sup> Net asset value 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 year.

<sup>(3)</sup> Distributions were reinvested in additional units of the Fund and/or paid in cash.

### Ratios and Supplemental Data

SERIES A	2022	2021	2020	2019	2018
Total net asset value (000's) <sup>1</sup>	120,982	152,041	175,169	151,086	138,641
Number of units outstanding (000's) <sup>1</sup>	10,727	11,595	12,722	11,456	10,941
Management expense ratio <sup>2</sup>	0.68%	0.67%	0.68%	0.67%	0.68%
Management expense ratio before waivers or absorptions	0.68%	0.67%	0.68%	0.67%	0.68%
Portfolio turnover rate <sup>4</sup>	108.86%	132.10%	90.07%	41.18%	23.87%
<b>Net asset value per unit<sup>1</sup></b>	<b>11.28</b>	<b>13.11</b>	<b>13.77</b>	<b>13.19</b>	<b>12.67</b>

SERIES O	2022	2021	2020	2019	2018
Total net asset value (000's) <sup>1</sup>	3,375,867	3,987,541	3,553,378	2,879,500	2,378,132
Number of units outstanding (000's) <sup>1</sup>	321,487	326,639	277,265	232,543	199,503
Management expense ratio <sup>2</sup>	0.01%	0.01%	0.01%	0.01%	0.01%
Management expense ratio before waivers or absorptions	0.01%	0.01%	0.01%	0.01%	0.01%
Portfolio turnover rate <sup>4</sup>	108.86%	132.10%	90.07%	41.18%	23.87%
<b>Net asset value per unit<sup>1</sup></b>	<b>10.50</b>	<b>12.21</b>	<b>12.82</b>	<b>12.38</b>	<b>11.92</b>

SERIES S	2022	2021			
Total net asset value (000's) <sup>1</sup>	264,078	134,750			
Number of units outstanding (000's) <sup>1</sup>	25,761	11,320			
Management expense ratio <sup>2</sup>	0.02%	0.02%			
Management expense ratio before waivers or absorptions	0.02%	0.02%			
Portfolio turnover rate <sup>4</sup>	108.86%	132.10%			
<b>Net asset value per unit<sup>1</sup></b>	<b>10.25</b>	<b>11.90</b>			

<sup>(1)</sup> This information is provided as at December 31 of the year shown, as applicable.

<sup>(2)</sup> Management expense ratio is based on total expenses for the stated year and is expressed as an annualized percentage of daily average net assets during the year.

<sup>(3)</sup> The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the year.

<sup>(4)</sup> The Fund's portfolio turnover rate indicates how actively the Fund's Portfolio Advisors manage its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

### Past Performance

Sales commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the Prospectus before investing. The indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any investor that would have reduced returns. Mutual funds are not guaranteed. Their value changes frequently and past performance may not be repeated.

The Fund's performance numbers assume that all distributions are reinvested in additional units of the Fund. If you hold this Fund outside of a registered plan, income and capital gains distributions that are paid to you increase your income for tax purposes whether paid to you in cash or reinvested in additional units. The amount of the reinvested taxable distributions is added to the adjusted cost base of the units that you own. This would decrease your capital gains 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.

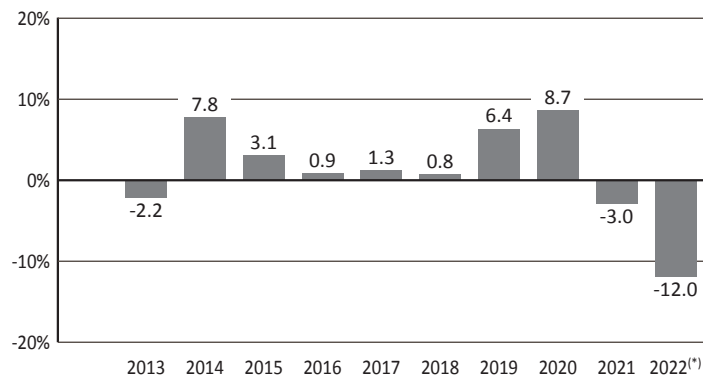
The past performance of the Fund is set out in the following charts.

# Mawer Canadian Bond Fund

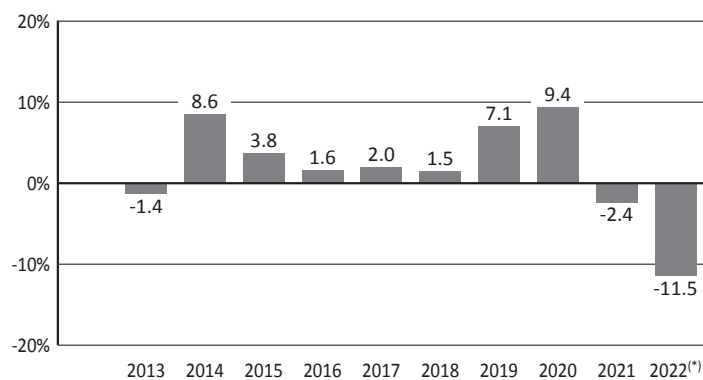
## Year-by-Year Returns

The bar charts below show the Fund's annual performance in each of the past 10 years, if applicable, to December 31. The charts show in percentage terms how an investment made on January 1 would have increased or decreased by December 31 of the fiscal year.

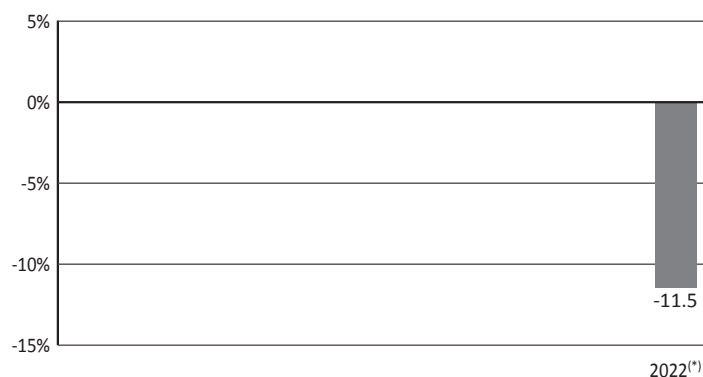
### Series A



### Series O



### Series S



<sup>(\*)</sup> Series A start date was June 21, 1991; Series O start date was December 1, 2004; Series S start date was June 14, 2021.

## Annual Compound Returns

The following table shows the historical annual compound total return of units of the Fund for the periods shown ending on December 31, 2022. The annual compound total return is also compared to the FTSE Canada Universe Bond Index calculated on the same compound basis. All index returns are calculated in Canadian dollars on a total return basis, meaning that all distributions are reinvested.

	1 Year	3 Year	5 Year	10 Year	Since Inception
Mawer Canadian Bond Fund – Series A	(12.0)%	(2.5)%	(0.1)%	1.0%	5.0%
FTSE Canada Universe Bond Index	(11.7)%	(2.2)%	0.3%	1.6%	6.0%
Mawer Canadian Bond Fund – Series O	(11.5)%	(1.9)%	0.5%	1.7%	3.5%
FTSE Canada Universe Bond Index	(11.7)%	(2.2)%	0.3%	1.6%	3.4%
Mawer Canadian Bond Fund – Series S	(11.5)%	-	-	-	(7.2)%
FTSE Canada Universe Bond Index	(11.7)%	-	-	-	(7.4)%

<sup>(\*)</sup> Series A start date was June 21, 1991; Series O start date was December 1, 2004; Series S start date was June 14, 2021.

The FTSE Canada Universe Bond Index is designed to be a broad measure of the performance of the Canadian investment-grade fixed income market, covering bonds with term to maturity of more than one year. The purpose of this index is to reflect performance of the broad Canadian bond market.

## Summary of Investment Portfolio

A summary of the Fund as at December 31, 2022 is as follows:

	% of Portfolio
Treasury Bills	0.6
<b>Total Short-Term Investments</b>	<b>0.6</b>
<b>Fixed Income</b>	
Federal	26.4
Provincial	27.0
Corporate	46.0
<b>Total Fixed Income</b>	<b>99.4</b>
<b>Total Portfolio</b>	<b>100.0</b>

Totals may not add to 100% due to rounding.

## Mawer Canadian Bond Fund

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The following table lists the 25 largest holdings of the Fund as at December 31, 2022.

Issuer	Percentage of Net Asset Value
Canada Housing Trust No. 1 1.95% Dec 15/25	12.9%
Province of Ontario 4.65% Jun 02/41	4.2%
Government of Canada 3.50% Dec 01/45	3.5%
Province of Quebec 3.10% Dec 01/51	3.5%
Canadian Pacific Railway Company 2.54% Feb 28/28	3.2%
The Bank of Nova Scotia 2.95% Mar 08/27	3.0%
The Toronto-Dominion Bank 2.67% Sep 09/25	2.9%
Government of Canada 2.50% Dec 01/32	2.7%
Province of Quebec 1.50% Sep 01/31	2.7%
Royal Bank of Canada 3.37% Sep 29/25	2.6%
Province of Ontario 4.60% Jun 02/39	2.4%
Thomson Reuters Corporation 2.24% May 14/25	2.3%
JPMorgan Chase & Co. 1.90% Mar 05/28	2.3%
Government of Canada 0.50% Sep 01/25	2.1%
The Toronto-Dominion Bank 2.50% Dec 02/24	1.5%
Province of Quebec 6.25% Jun 01/32	1.4%
Province of Ontario 3.50% Jun 02/43	1.4%
Province of Ontario 1.75% Sep 08/25	1.3%
Government of Canada 5.00% Jun 01/37	1.3%
Province of Alberta 1.65% Jun 01/31	1.2%
Hydro One Inc. 4.91% Jan 27/28	1.1%
Loblaw Companies Limited 4.49% Dec 11/28	1.1%
Bank of Montreal 3.65% Apr 01/27	1.0%
Province of Ontario 2.65% Dec 02/50	1.0%
North West Redwater Partnership / NWR Financing Company Ltd. 2.80% Jun 01/31	1.0%
<b>Total</b>	<b>63.6%</b>

The investments and percentages may have changed by the time you purchase units of this fund. The top 25 holdings are made available quarterly, 60 days after quarter-end and may be obtained by contacting your registered representative or by contacting the Manager toll-free at 1-844-395-0747 or by e-mail at [info@mawer.com](mailto:info@mawer.com). The Prospectus and other information about the underlying mutual fund(s) are available online at [www.sedar.com](http://www.sedar.com) and [www.mawer.com](http://www.mawer.com).