
Mawer U.S. Equity Fund

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 or SEDAR at 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 Mawer U.S. Equity Fund (the "Fund") seeks to increase investors' capital by investing primarily in equities and equity-related securities of U.S. corporations. The Fund invests in companies that earn attractive returns on capital, are in strong financial position and have a demonstrable record of delivering strong operational and financial results. Shares are generally purchased at discounts to intrinsic value. Emphasis within the portfolio is placed upon holdings that are believed to exhibit superior risk-return characteristics.

Risk

This Fund is suitable for investors seeking long-term growth and who have a medium tolerance for risk. General risks of investing in this Fund are outlined in the Prospectus and include the possibility of reduction in value of any given investment, liquidity risk, interest rate risk, and currency risk amongst others.

The Manager reduces the exposure to these risks by not concentrating more than 20% of the net assets of the Fund in a particular industry (i.e., sub-sector) as defined by the Global Industry Classification Standards (GICS). It is also the Manager's policy to have no more than 10% of the net assets in any one common share of a corporation, at the time of purchase. The Fund owns positions in US corporations and is generally fully invested (less than 5% in cash).

Results of Operations

The Fund's net assets decreased 23.1% to \$4,341.7 million from \$5,647.1 million at December 31, 2022. Of this change, -\$645.7 million is attributable to negative investment performance and -\$659.7 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 Fund's series A units return was -12.1% in 2022 versus -12.2% for the S&P 500 Index (in Canadian dollar terms). The Fund's return is after management fees.

Equity markets attempted to add a bit of polish in the fourth quarter to an otherwise brutal year, the worst calendar year return for the MSCI ACWI since 2008. In Q4, markets were bolstered by signs that inflation may finally be peaking and the hope that central banks may not need to be as aggressive as feared in tightening monetary policy, potentially softening the negative impact on the global economy. European stocks, which had been hardest hit through the first nine months of the year, led the advance globally in Q4, outpacing both emerging markets and U.S. equities.

Mawer U.S. Equity Fund

The Fund's relative performance was primarily due to sector allocation, driven by the underweight to Consumer Discretionary. Security selection was a slight contributor mainly in Information Technology and Communication Services.

The top contributors to the Fund's return over the period were Arthur J. Gallagher & Co, UnitedHealth Group Incorporated, and Johnson & Johnson. Conversely, the biggest detractors from Fund performance were Alphabet Inc, Amazon.com, and Microsoft Corporation.

We continue to focus on businesses that are enduring, that have the ability to exercise pricing power through the value propositions they provide to their customers, and that are run by able and honest managers. The Fund remains intentionally tilted toward higher-quality companies with more recurring business models.

Looking ahead to 2023, given the delay between the implementation of monetary policy and the ultimate impact on the broader economy, the path forward for inflation, central bank resolve in continuing to tighten policy, and the associated earnings and economic impacts remain hotly debated topics. All signs point to a global recession, with higher real rates, inverted yield curves, and contracting PMIs occurring in many of the world's major economies. However, the consensus view—reinforced late in the year by moderating inflation data—currently anticipates a softer landing and a milder recession.

Of course, the world could evolve in different ways. Inflation may prove to be more stubborn, or central banks misjudge those policy lags prompting a deeper recession. Geopolitical flare-ups are always a risk. On the other hand, inflation might temper more quickly than anticipated: incredibly, natural gas prices in Europe are currently lower than prior to Russia's invasion of Ukraine. On this last point, if we are indeed likely to enter a recession, companies that can generate consistently profitable cash flows—through strong pricing power backed by competitive advantages, by providing valuable products and services to their clients, and through excellent management—may be rewarded.

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 1.0% per annum of the net asset value of the Fund calculated on a daily basis. Management fees for Series O Units are payable directly to the Manager by Series O 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 Unit¹

SERIES A	2022	2021	2020	2019	2018
Net Assets, beginning of year	87.58	70.87	61.84	49.26	45.10
Increase (decrease) from operations:					
Total revenue	1.15	0.82	0.82	0.80	0.78
Total expenses	(1.02)	(1.00)	(0.87)	(0.77)	(0.66)
Realized gains (losses) for the year	6.55	5.91	3.53	2.75	3.71
Unrealized gains (losses) for the year	(17.62)	10.98	5.25	9.76	0.35
Total increase (decrease) from operations²	(10.94)	16.71	8.73	12.54	4.18
Distributions:					
From net investment income (excluding dividends)	-	-	(0.04)	(0.09)	(0.04)
From dividends	-	-	-	-	-
From capital gains	(4.16)	-	-	-	(0.14)
Return of capital	-	-	-	-	-
Total Annual Distributions ³	(4.16)	-	(0.04)	(0.09)	(0.18)
Net Assets, end of year	72.78	87.58	70.87	61.84	49.26

Mawer U.S. Equity Fund

SERIES O	2022	2021	2020	2019	2018
Net Assets, beginning of year	83.24	67.54	58.86	46.86	44.17
Increase (decrease) from operations:					
Total revenue	1.10	0.78	0.78	0.80	0.77
Total expenses	(0.15)	(0.12)	(0.13)	(0.11)	(0.10)
Realized gains (losses) for the year	6.33	5.64	3.37	2.62	3.65
Unrealized gains (losses) for the year	(17.47)	10.51	5.36	9.43	0.52
Total increase (decrease) from operations²	(10.19)	16.81	9.38	12.74	4.84
Distributions:					
From net investment income (excluding dividends)	(0.90)	(0.68)	(0.73)	(0.71)	(0.60)
From dividends	-	-	-	-	-
From capital gains	(0.17)	(0.47)	-	-	(1.50)
Return of capital	-	-	-	-	-
Total Annual Distributions ³	(1.07)	(1.15)	(0.73)	(0.71)	(2.10)
Net Assets, end of year	72.92	83.24	67.54	58.86	46.86

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

⁽²⁾ 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.

⁽³⁾ 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) ¹	656,257	782,994	623,511	538,454	400,132
Number of units outstanding (000's) ¹	9,016	8,941	8,798	8,708	8,122
Management expense ratio ²	1.14%	1.13%	1.15%	1.14%	1.15%
Management expense ratio before waivers or absorptions	1.14%	1.13%	1.15%	1.14%	1.15%
Trading expense ratio ³	0.01%	0.01%	0.01%	0.01%	0.01%
Portfolio turnover rate ⁴	9.41%	18.02%	18.66%	12.98%	17.67%
Net asset value per unit¹	72.78	87.58	70.87	61.84	49.26

SERIES O	2022	2021	2020	2019	2018
Total net asset value (000's) ¹	3,685,453	4,864,154	3,999,211	3,446,371	2,758,770
Number of units outstanding (000's) ¹	50,541	58,437	59,211	58,552	58,878
Management expense ratio ²	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%
Trading expense ratio ³	0.01%	0.01%	0.01%	0.01%	0.01%
Portfolio turnover rate ⁴	9.41%	18.02%	18.66%	12.98%	17.67%
Net asset value per unit¹	72.92	83.24	67.54	58.86	46.86

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

⁽²⁾ 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.

⁽³⁾ 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.

⁽⁴⁾ 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.

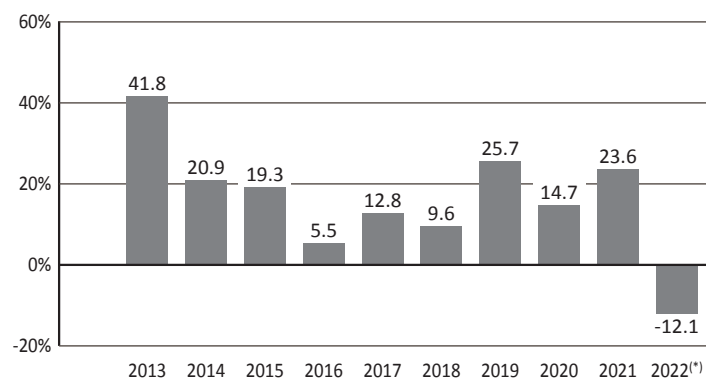
The Fund's performance numbers assume that all distributions are reinvested in additional units of the Fund. If you hold this Fund outside of a registered plan, income and capital gains distributions that are paid to you increase your income for tax purposes whether paid to you in cash or reinvested 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.

Year-by-Year Returns

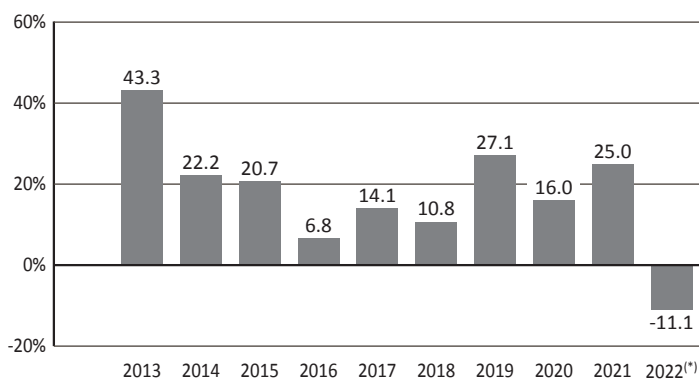
The bar charts below show the Fund's annual performance in each of the past 10 years, if applicable, to December 31. The charts show in percentage terms how an investment made on January 1 would have increased or decreased by December 31 of the fiscal year.

Series A



Mawer U.S. Equity Fund

Series O



^(*) Series A start date was December 18, 1992; Series O start date was December 1, 2004.

Annual Compound Returns

The following table shows the historical annual compound total return of the Fund for the periods shown ending on December 31, 2022. The annual compound total return is also compared to the S&P 500 Index calculated on the same compound basis. Widely regarded as the standard for measuring large cap US stock market performance, this index includes a representative sample of established companies in the major economic sectors of the US.

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 U.S. Equity Fund – Series A	(12.1)%	7.6%	11.4%	15.4%	8.5%
S&P 500 Index	(12.2)%	9.2%	11.2%	16.1%	9.9%
Mawer U.S. Equity Fund – Series O	(11.1)%	8.8%	12.7%	16.7%	10.1%
S&P 500 Index	(12.2)%	9.2%	11.2%	16.1%	9.5%

^(*) Series A start date was December 18, 1992; Series O start date was December 1, 2004.

Summary of Investment Portfolio

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

	% of Portfolio
Treasury Bills	2.1
Total Short-Term Investments	2.1
Equities	
Communication Services	5.7
Consumer Discretionary	4.1
Consumer Staples	6.8
Financials	19.8
Healthcare	16.8
Industrial	12.2
Information Technology	24.3
Materials	6.3
Utilities	1.9
Total Equities	97.9
Total Portfolio	100.0

Totals may not add to 100% due to rounding.

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

Issuer	Percentage of Net Asset Value
Marsh & McLennan Companies, Inc.	4.6%
Microsoft Corporation	4.3%
Amphenol Corporation Cl. A	4.3%
Visa Inc. Cl. A	3.9%
The Procter & Gamble Company	3.5%
UnitedHealth Group Incorporated	3.3%
Waters Corporation	3.3%
Alphabet Inc. Cl. C	3.2%
Becton, Dickinson and Company	3.1%
Arthur J. Gallagher & Co.	3.1%
Verisk Analytics, Inc. Cl. A	3.0%
Johnson & Johnson	3.0%
Paychex, Inc.	2.7%
CME Group Inc. Cl. A	2.6%
IAA, Inc.	2.6%
AMETEK, Inc.	2.4%
JPMorgan Chase & Co.	2.1%
Cognizant Technology Solutions Corp. Cl. A	1.9%
MasterCard Incorporated Cl. A	1.7%
The Sherwin-Williams Company	1.7%
Amazon.com, Inc.	1.7%
State Street Corporation	1.6%
Linde PLC	1.6%
Intercontinental Exchange, Inc.	1.6%
Martin Marietta Materials, Inc.	1.6%
Total	68.4%

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. The Prospectus and other information about the underlying mutual fund(s) are available online at www.sedar.com and www.mawer.com.