



E D G E P O I N T

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**EdgePoint Global Growth & Income Portfolio**

**Semi-annual Financial Statements**

*For the period ended June 30, 2021*

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## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying semi-annual Financial Statements have been prepared by the Manager, EdgePoint Wealth Management Inc., on behalf of EdgePoint Global Growth & Income Portfolio (the "Fund"). Management is responsible for the information and representations contained in these semi-annual Financial Statements.

Management has maintained appropriate processes to ensure that relevant and reliable financial information is produced. The semi-annual Financial Statements have been prepared in accordance with International Financial Reporting Standards and include certain amounts based on estimates and assumptions. The significant accounting policies that management believes are appropriate for the Fund are described in Note 3 of the semi-annual Financial Statements.

The Board of Directors is responsible for reviewing and approving the Fund's semi-annual Financial Statements, overseeing management's performance of its financial reporting responsibilities and engaging the independent auditors. The Board of Directors is composed of senior management of the Manager. For all series of units of the Fund, the semi-annual Financial Statements have been reviewed and approved by the Board of Directors.



Patrick Farmer  
Chief Executive Officer and Director  
August 18, 2021



Norman Tang  
Chief Financial Officer  
August 18, 2021

## NOTICE TO UNITHOLDERS

EdgePoint Wealth Management Inc., the Manager of the Fund, appoints independent auditors to audit the Fund's annual Financial Statements. Under Canadian securities laws (National Instrument 81-106), if an auditor has not reviewed the semi-annual Financial Statements, this must be disclosed in an accompanying notice.

The Fund's independent auditor has not performed a review of these semi-annual Financial Statements in accordance with the standards established by the Chartered Professional Accountants of Canada.

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# EdgePoint Global Growth & Income Portfolio

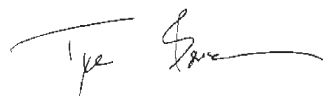
Statements of Financial Position (Unaudited)  
(in '000s except per unit amounts and number of units)  
As at June 30, 2021 and December 31, 2020

	2021	2020 (Audited)
<b>Assets</b>		
Investments at fair value* (Notes 7 and 9)	\$ 7,470,054	\$ 7,407,431
Cash and cash equivalents	1,188,760	703,589
Receivable for securities sold	18,990	1,433
Interest and other receivables	21,274	21,483
Receivable for units subscribed	13,729	7,325
Dividends receivable	6,412	6,393
Foreign exchange forward contracts at fair value (Note 10)	5,450	14,859
<b>Total assets</b>	<b>\$ 8,724,669</b>	<b>\$ 8,162,513</b>
<b>Liabilities excluding net assets attributable to unitholders of redeemable units</b>		
Payable for securities purchased	\$ 29,993	\$ 1,286
Payable for units redeemed	16,514	17,098
Foreign exchange forward contracts at fair value (Note 10)	4,116	895
<b>Total liabilities</b>	<b>\$ 50,623</b>	<b>\$ 19,279</b>
<b>Net assets attributable to unitholders of redeemable units</b>	<b>\$ 8,674,046</b>	<b>\$ 8,143,234</b>
Net assets attributable to unitholders of redeemable units		
Series A	\$ 3,095,440	\$ 2,954,536
Series A(N)	1,538,446	1,448,170
Series B	57,754	86,570
Series B(N)	13,496	27,679
Series F	2,695,503	2,471,210
Series F(N)	1,153,396	1,057,307
Series I	120,011	97,762
Number of units outstanding		
Series A	119,720,098	126,096,834
Series A(N)	59,368,364	61,683,976
Series B	2,239,482	3,699,366
Series B(N)	522,386	1,181,737
Series F	103,642,699	104,880,138
Series F(N)	43,816,086	44,334,576
Series I	4,530,403	4,073,812
Net assets attributable to unitholders of redeemable units, per unit		
Series A	\$ 25.86	\$ 23.43
Series A(N)	25.91	23.48
Series B	25.79	23.40
Series B(N)	25.84	23.42
Series F	26.01	23.56
Series F(N)	26.32	23.85
Series I	26.49	24.00

\*Cost of investments is reflected in the *Schedule of Investment Portfolio*.

The accompanying notes are an integral part of these semi-annual Financial Statements.

ON BEHALF OF THE BOARD:



Tye Bousada, Director



Geoff MacDonald, Director

## EdgePoint Global Growth & Income Portfolio

Statements of Comprehensive Income (Unaudited)  
(in '000s except per unit amounts)  
Periods ended June 30, 2021 and 2020

	2021	2020
<b>Income:</b>		
Interest for distribution purposes	\$ 49,742	\$ 62,498
Dividends	39,171	50,971
Income from securities lending (Note 12)	580	160
Foreign currency gain (loss) on cash and other net assets	(28,364)	(13,067)
Other net changes in fair value of financial assets and financial liabilities at fair value through profit or loss:		
Net realized gain (loss) on investments	240,974	(351,632)
Net realized gain (loss) on foreign exchange forward contracts	46,427	(41,440)
Change in unrealized gain (loss) on investments and derivatives	564,260	(715,881)
	\$ 912,790	\$ (1,008,391)
<b>Expenses:</b>		
Management fees (Note 4)	\$ 51,700	\$ 55,110
Goods and Service Tax / Harmonized Sales Tax	5,780	6,235
Foreign withholding tax	4,402	4,887
Transaction costs	2,708	3,419
Administration and transfer agent fees (Note 4)	1,522	1,668
Custody fees	148	248
Fund accounting	28	24
Unitholder reporting	90	106
Filing fees	265	359
Audit fees	33	60
Legal fees	18	79
Independent Review Committee fees	10	11
Total expenses	\$ 66,704	\$ 72,206
Management fee rebates (Note 4)	\$ (149)	\$ (95)
Net expenses	\$ 66,555	\$ 72,111
Increase (decrease) in net assets attributable to unitholders of redeemable units	\$ 846,235	\$ (1,080,502)
Increase (decrease) in net assets attributable to unitholders of redeemable units		
Series A	\$ 297,030	\$ (396,992)
Series A(N)	147,935	(191,766)
Series B	7,493	(14,199)
Series B(N)	2,135	(5,521)
Series F	266,562	(327,044)
Series F(N)	113,300	(137,552)
Series I	11,780	(7,428)
Increase (decrease) in net assets attributable to unitholders of redeemable units, per unit		
Series A	\$ 2.44	\$ (2.61)
Series A(N)	2.47	(2.64)
Series B	2.62	(2.74)
Series B(N)	2.76	(2.86)
Series F	2.60	(2.59)
Series F(N)	2.62	(2.65)
Series I	2.75	(1.98)

The accompanying notes are an integral part of these semi-annual Financial Statements.

## EdgePoint Global Growth & Income Portfolio

Statements of Changes in Net Assets Attributable to Unitholders of Redeemable Units (Unaudited) (in '000s except per unit amounts)  
Periods ended June 30, 2021 and 2020

	Series A		Series A(N)		Series B	
	2021	2020	2021	2020	2021	2020
Net assets attributable to unitholders of redeemable units, beginning of period	\$ 2,954,536	\$ 3,766,519	\$ 1,448,170	\$ 1,807,554	\$ 86,570	\$ 136,071
Increase (decrease) in net assets attributable to unitholders of redeemable units	297,030	(396,992)	147,935	(191,766)	7,493	(14,199)
Redeemable unit transactions:						
Proceeds from issue of redeemable units	317,374	278,111	158,367	137,234	2,714	5,163
Reinvestment of distributions to unitholders of redeemable units	69	4,035	756	2,998	–	33
Redemption of redeemable units	(473,500)	(622,303)	(215,996)	(315,640)	(39,023)	(28,621)
Distributions to Unitholders of Redeemable Units						
Net investment income	(69)	(4,158)	(786)	(3,124)	–	(37)
Net increase (decrease) in net assets attributable to unitholders of redeemable units	140,904	(741,307)	90,276	(370,298)	(28,816)	(37,661)
Net assets attributable to unitholders of redeemable units at end of period	\$ 3,095,440	\$ 3,025,212	\$ 1,538,446	\$ 1,437,256	\$ 57,754	\$ 98,410
Redeemable units issued and outstanding:						
Balance, beginning of period	126,096,834	160,548,247	61,683,976	76,881,534	3,699,366	5,806,624
Redeemable units issued for cash, including reinvested distributions	12,705,963	13,026,521	6,366,089	6,511,746	110,343	241,408
Redeemable units redeemed	(19,082,699)	(29,475,911)	(8,681,701)	(15,073,809)	(1,570,227)	(1,353,650)
Balance, end of period	119,720,098	144,098,857	59,368,364	68,319,471	2,239,482	4,694,382

	Series B(N)		Series F		Series F(N)	
	2021	2020	2021	2020	2021	2020
Net assets attributable to unitholders of redeemable units, beginning of period	\$ 27,679	\$ 53,216	\$ 2,471,210	\$ 3,101,201	\$ 1,057,307	\$ 1,311,927
Increase (decrease) in net assets attributable to unitholders of redeemable units	2,135	(5,521)	266,562	(327,044)	113,300	(137,552)
Redeemable unit transactions:						
Proceeds from issue of redeemable units	1,316	1,471	344,463	355,668	156,232	169,354
Reinvestment of distributions to unitholders of redeemable units	–	24	12,045	16,169	4,983	6,592
Redemption of redeemable units	(17,634)	(14,368)	(384,284)	(645,751)	(172,077)	(295,251)
Distributions to Unitholders of Redeemable Units						
Net investment income	–	(24)	(14,493)	(19,524)	(6,349)	(8,315)
Net increase (decrease) in net assets attributable to unitholders of redeemable units	(14,183)	(18,418)	224,293	(620,482)	96,089	(265,172)
Net assets attributable to unitholders of redeemable units at end of period	\$ 13,496	\$ 34,798	\$ 2,695,503	\$ 2,480,719	\$ 1,153,396	\$ 1,046,755
Redeemable units issued and outstanding:						
Balance, beginning of period	1,181,737	2,271,331	104,880,138	131,334,181	44,334,576	54,894,432
Redeemable units issued for cash, including reinvested distributions	52,017	68,938	14,165,514	17,255,908	6,333,263	8,155,544
Redeemable units redeemed	(711,368)	(681,089)	(15,402,953)	(31,082,311)	(6,851,753)	(14,063,994)
Balance, end of period	522,386	1,659,180	103,642,699	117,507,778	43,816,086	48,985,982

**EdgePoint Global Growth & Income Portfolio**

*Statements of Changes in Net Assets Attributable to Unitholders of Redeemable Units (Unaudited) (in '000s except per unit amounts)  
Periods ended June 30, 2021 and 2020*

	Series I		Total	
	2021	2020	2021	2020
Net assets attributable to unitholders of redeemable units, beginning of period	\$ 97,762	\$ 84,349	\$ 8,143,234	\$10,260,837
Increase (decrease) in net assets attributable to unitholders of redeemable units	11,780	(7,428)	846,235	(1,080,502)
Redeemable unit transactions:				
Proceeds from issue of redeemable units	14,895	33,852	995,361	980,853
Reinvestment of distributions to unitholders of redeemable units	1,033	976	18,886	30,827
Redemption of redeemable units	(4,402)	(20,320)	(1,306,916)	(1,942,254)
Distributions to Unitholders of Redeemable Units				
Net investment income	(1,057)	(1,013)	(22,754)	(36,195)
Net increase (decrease) in net assets attributable to unitholders of redeemable units	22,249	6,067	530,812	(2,047,271)
Net assets attributable to unitholders of redeemable units at end of period	\$ 120,011	\$ 90,416	\$ 8,674,046	\$ 8,213,566
Redeemable units issued and outstanding:				
Balance, beginning of period	4,073,812	3,505,592		
Redeemable units issued for cash, including reinvested distributions	628,510	1,585,568		
Redeemable units redeemed	(171,919)	(885,729)		
Balance, end of period	4,530,403	4,205,431		

The accompanying notes are an integral part of these semi-annual Financial Statements.

**EdgePoint Global Growth & Income Portfolio**

Statements of Cash Flows (Unaudited)  
(in '000s)  
Periods ended June 30, 2021 and 2020

	2021	2020
<b>Cash flows from (used by) operating activities</b>		
Increase/(decrease) in net assets attributable to unitholders of redeemable units	\$ 846,235	\$ (1,080,502)
Adjustments for:		
Foreign currency (gain) loss on cash and other net assets	28,364	13,067
Net realized (gain) loss on investments and derivatives	(240,974)	351,632
Net realized (gain) loss on foreign exchange forward contracts	(46,427)	41,440
Change in unrealized gain (loss) on investments and derivatives	(564,260)	715,881
(Increase) decrease in interest and other receivable	209	1,693
(Increase) decrease in dividends receivable	(19)	(1,675)
Purchases of investments	(1,496,560)	(2,912,880)
Proceeds from the sales of investments	2,262,951	3,828,021
Proceeds from (to) settlement of foreign exchange forward contracts	46,427	(41,440)
Net cash generated from (used by) operating activities	\$ 835,946	\$ 915,237
<b>Cash flows from (used by) financing activities</b>		
Distributions to unitholders of redeemable units, net of reinvested distributions	\$ (3,868)	\$ (5,368)
Proceeds from redeemable units issued	988,957	982,002
Amount paid on redemption of redeemable units	(1,307,500)	(1,927,447)
Net cash generated from (used by) financing activities	\$ (322,411)	\$ (950,813)
Net increase (decrease) in cash and cash equivalents	\$ 513,535	\$ (35,576)
Foreign currency gain (loss) on cash and other net assets	(28,364)	(13,067)
Cash and cash equivalents, beginning of period	703,589	587,968
Cash and cash equivalents, end of period	\$ 1,188,760	\$ 539,325
Cash and cash equivalents comprise:		
Cash at bank	\$ 1,103,776	\$ 539,325
Short-term investments	84,984	–
	\$ 1,188,760	\$ 539,325
Interest received, net of withholding tax	\$ 49,941	\$ 64,191
Dividends received, net of withholding tax	\$ 34,847	\$ 43,201

The accompanying notes are an integral part of these semi-annual Financial Statements.

# EdgePoint Global Growth & Income Portfolio

Schedule of Investment Portfolio (Unaudited)  
(in '000s except number of shares/units)  
As at June 30, 2021

Number of shares/units	Security	Average cost	Fair value	% of net assets
<b>Equities</b>				
<b>Banks</b>				
2,214,709	Bank of America Corp.	\$ 71,979	\$ 113,191	1.30%
		71,979	113,191	1.30%
<b>Consumer Discretionary</b>				
10,780,481	Mattel Inc.	185,490	268,606	3.10%
2,427,661	Restaurant Brands International Inc.	147,661	193,897	2.23%
6,728,189	Subaru Corp.	258,880	164,523	1.90%
822,366	Cie Financiere Richemont SA	82,584	123,342	1.42%
2,077,935	Aramark	92,403	95,949	1.11%
337,485	Alibaba Group Holding Limited, ADR	92,606	94,873	1.09%
120,112	O'Reilly Automotive Inc.	62,544	84,303	0.97%
2,848,228	Cie Financiere Richemont SA, warrants due 2023/11/22	656	2,366	0.03%
239,307	David's Bridal Inc.	16,103	890	0.01%
		938,927	1,028,749	11.86%
<b>Consumer Staples</b>				
2,079,134	Shiseido Company Ltd.	130,554	189,559	2.19%
893,503	PriceSmart Inc.	83,174	100,801	1.16%
1,114,135	Diageo PLC	58,083	66,121	0.76%
		271,811	356,481	4.11%
<b>Diversified Financials</b>				
1,601,455	Affiliated Managers Group Inc.	238,044	306,132	3.53%
2,360,955	Brookfield Asset Management Inc., class A	111,497	149,307	1.72%
703,386	Apollo Global Management Inc.	50,186	54,233	0.62%
5,359,473	Dundee Corp., Class A	9,855	8,414	0.10%
580,584	Crown Capital Partners Inc.	4,876	3,297	0.04%
16,282	Brookfield Asset Management Reinsurance Partners Ltd.	1,123	1,067	0.01%
		415,581	522,450	6.02%
<b>Energy</b>				
10,598,324	PrairieSky Royalty Ltd.	242,828	159,081	1.83%
3,092,337	Black Stone Minerals LP	59,847	41,208	0.47%
717,308	PHI Group Inc.	7,007	12,004	0.14%
549,865	PHI Group Inc., warrants due 2044/09/04	5,863	9,202	0.11%
2,116,107	Secure Energy Services Inc.	9,161	8,909	0.10%
1,259,025	Calfrac Well Services Ltd.	13,892	5,099	0.06%
739,569	National Energy Services Reunited Corp., warrants due 2023/06/23	548	2,649	0.03%
151,874	PHI Group Inc., restricted	1,465	2,542	0.03%
127,075	PHI Group Inc., restricted warrants due 2044/09/04	1,465	2,126	0.02%
		342,076	242,820	2.79%
<b>Health Care</b>				
2,816,477	Koninklijke Philips NV	179,944	173,002	2.00%
302,087	Anthem Inc.	140,573	142,972	1.65%
1,400,054	Amryt Pharma Ltd.	19,378	21,052	0.24%
279,454	Shionogi & Company Ltd.	19,764	18,057	0.21%
		359,659	355,083	4.10%
<b>Industrials</b>				
6,885,300	CSX Corp.	184,664	273,803	3.16%
762,372	Middleby Corp.	112,349	163,737	1.89%
2,682,528	Flowserve Corp.	154,082	134,075	1.54%
4,757,977	Kubota Corp.	94,484	119,292	1.37%
6,102,818	Mitsubishi Electric Corp.	115,050	109,804	1.27%
3,088,762	Univar Solutions Inc.	83,213	93,347	1.08%
1,330,867	Bureau Veritas SA	49,311	52,191	0.60%
226,051	AMETEK, Inc.	24,971	37,408	0.43%
2,166,666	MDA Ltd.	12,731	33,107	0.38%
287,983	DCC PLC	27,115	29,224	0.34%
282,209	Alfa Laval AB	12,362	12,357	0.14%
		870,332	1,058,345	12.20%



## EdgePoint Global Growth & Income Portfolio

Schedule of Investment Portfolio (Unaudited)  
(in '000s except number of shares/units)  
As at June 30, 2021

Number of shares/units	Security	Average cost	Fair value	% of net assets
<b>Information Technology</b>				
751,400	Fujitsu Ltd.	\$ 102,757	\$ 174,390	2.01%
1,008,637	TE Connectivity Ltd.	99,469	169,054	1.95%
939,296	SAP SE	157,101	164,074	1.89%
450,752	Motorola Solutions Inc.	90,757	121,166	1.40%
662,402	Fidelity National Information Services Inc.	98,394	116,327	1.34%
25,682	Constellation Software Inc.	43,420	48,215	0.56%
206,717	EchoStar Corp.	10,738	6,224	0.07%
		602,636	799,450	9.22%
<b>Insurance</b>				
559,552	Aon PLC	147,966	165,609	1.91%
172,842	Fairfax Financial Holdings Ltd.	70,911	93,957	1.09%
777,035	Sagikor Financial Co. Ltd., warrants due 2024/12/05	394	194	0.00%
		219,271	259,760	3.00%
<b>Materials</b>				
3,592,955	Berry Global Group Inc.	196,415	290,479	3.35%
1,028,471	International Flavors & Fragrances Inc.	158,703	190,469	2.19%
364,494	Franco-Nevada Corp.	54,949	65,569	0.76%
		410,067	546,517	6.30%
<b>Real Estate</b>				
2,025,234	Grand City Properties SA	56,920	67,811	0.78%
		56,920	67,811	0.78%
<b>Communication Services</b>				
1,213,647	Dish Network Corporation	51,940	62,885	0.73%
360,000	Trilogy International Partners Inc., warrants, due 07/02/22	–	3	0.00%
		51,940	62,888	0.73%
<b>Preferred Shares</b>				
592,000	Pembina Pipeline Corp., 5.25%, preferred, series 23	14,800	15,386	0.18%
334,000	BCE Inc., 2.45%, preferred, series AJ	5,140	6,127	0.07%
335,840	BCE Inc., 2.45%, preferred, series Y	5,169	6,102	0.07%
151,650	Seritage Growth Properties, Pref., 7.00%, Series A	4,800	4,512	0.05%
25,893	David's Bridal, preferred, series B	3,515	2,937	0.04%
16,984	David's Bridal, preferred, series A	–	2,105	0.02%
18,800	Intact Financial Corp., 4.90%, preferred, series 7	355	480	0.00%
		33,779	37,649	0.43%
	<b>Total Equities</b>	\$ 4,644,978	5,451,194	62.84%
<b>Face Value (\$)</b>				
<b>Fixed Income</b>				
62,380,000	Intact Financial Corp., Callable, 3.691%, due 2025/03/24	\$ 67,628	\$ 67,327	0.78%
49,000,000	Fairfax India Holdings Corporation, Callable, 5.00%, due 2028/02/26	61,306	60,532	0.70%
51,550,000	Thomson Reuters Corp., Callable, 2.239%, due 2025/05/14	52,084	52,916	0.61%
49,950,000	Apple Inc., Callable, 2.513%, due 2024/08/19	52,206	52,072	0.60%
43,155,000	Ensign Drilling Inc., Callable, 9.25%, due 2024/04/15	56,835	50,759	0.59%
40,356,188	Livingston International, Term Loan, due 04/25/2026	53,184	50,088	0.58%
47,783,000	Millar Western Forest Products Ltd., Callable, 9.50%, due 2023/06/20	47,645	49,216	0.57%
45,500,000	Loblaw Companies Ltd., Callable, 3.918%, due 2024/06/10	49,564	48,858	0.56%
36,849,000	Optiva Inc., Secured PIK Toggle Debentures, 9.75%, due 2025/07/20	49,645	48,384	0.56%
44,250,000	Bell Canada Inc., Callable, 4.70%, due 2023/09/11	48,335	47,301	0.55%
33,854,400	Constellation Software Inc., 8.40%, floating rate note, due 2040/03/31	38,637	45,873	0.53%
32,372,328	First Eagle Holdings Inc., Term Loan, due 2027/02/02	42,980	39,656	0.46%
35,850,000	AutoCanada Inc., Callable, 8.75%, due 2025/02/11	35,396	38,748	0.45%
34,910,500	Osisko Gold Royalties Ltd., Conv., 4.00%, due 2022/12/31	34,898	36,493	0.42%

## EdgePoint Global Growth & Income Portfolio

Schedule of Investment Portfolio (Unaudited)  
(in '000s except number of shares/units)  
As at June 30, 2021

Number of shares/units	Security	Average cost	Fair value	% of net assets
33,590,000	TMX Group Ltd., Callable, 4.461%, due 2023/10/03	\$ 36,443	\$ 35,994	0.41%
34,000,000	Walt Disney Co., 2.758%, due 2024/10/07	35,341	35,619	0.41%
33,965,000	SNC-Lavalin Group Inc., 3.80%, due 2024/08/19	33,965	35,277	0.41%
32,300,000	CI Financial Corp., 3.759%, due 2025/05/26	32,767	34,437	0.40%
31,755,000	Alimentation Couche-Tard Inc., Callable, 3.60%, due 2025/06/02	33,700	34,058	0.39%
32,544,400	Dollarama Inc., Callable, 2.203%, due 2022/11/10	32,467	33,130	0.38%
32,546,000	Tidewater Midstream and Infrastructure Ltd., Callable, 6.75%, due 2022/12/19	32,380	32,736	0.38%
27,087,000	Enbridge Inc., Callable, 6.625%, due 2078/04/12	27,781	30,773	0.35%
28,910,000	Bell Canada Inc., Callable, 3.35%, due 2025/03/12	30,798	30,727	0.35%
28,136,000	McDonald's Corporation, Callable, 3.125%, due 2025/03/04	30,488	29,854	0.34%
18,900,000	Uni Select Inc., 6.00%, due 2026/12/18	16,065	28,379	0.33%
21,944,000	Pershing Square Holdings Ltd., 5.50%, due 2022/07/15	28,141	28,277	0.33%
26,617,000	CES Energy Solutions Corp., Callable, 6.375%, due 2024/10/21	26,522	27,454	0.32%
28,713,500	Calfrac Holdings LP, Callable, 10.875%, due 2026/03/15	32,238	27,428	0.32%
18,650,000	Tervita Corp., Callable, 11.00%, due 2025/12/01	24,020	25,933	0.30%
23,800,000	Artis Real Estate Investment Trust, 3.824%, due 2023/09/18	23,992	24,402	0.28%
22,000,000	Cominar Real Estate Investment Trust, Callable, 4.50%, due 2024/05/15	22,000	23,149	0.27%
17,000,000	Flowserve Corp., Callable, 3.50% due 2030/10/01	22,327	22,277	0.26%
17,375,715	Sally Beauty, Term Loan B, Callable, 3.80411%, due 2024/07/05	22,326	21,539	0.25%
16,650,000	Element Fleet Management Corp., Conv. Callable, 4.25%, due 2024/06/30	16,650	21,479	0.25%
17,000,000	Element Fleet Management Corp., Callable, 1.60%, due 2024/04/06	21,339	21,428	0.25%
20,500,000	Cineplex Inc., Callable, 7.50%, due 2026/02/26	20,500	21,162	0.24%
16,792,250	Generac, Term Loan, due 2026/12/11	21,931	20,873	0.24%
20,000,000	CI Financial Corp., Callable, 3.215%, due 2024/07/22	20,000	20,862	0.24%
18,693,000	Dollarama Inc., Callable, 3.55%, due 2023/11/06	19,728	19,697	0.23%
18,625,000	Alimentation Couche-Tard Inc., 3.899%, due 2022/11/01	19,187	19,391	0.22%
18,087,000	Granite REIT Holdings L.P., Callable, 3.873%, due 2023/11/30	19,420	19,185	0.22%
18,437,000	Finning International Inc., 2.84%, due 2021/09/29	18,469	18,535	0.21%
12,583,000	L Brands Inc., 6.694%, due 2027/01/15	15,259	18,415	0.21%
22,548,000	Vesta Energy Corp., Callable, 8.125%, due 2023/07/24	20,393	18,038	0.21%
16,335,000	Choice Properties Real Estate Investment Trust, Callable, 4.293%, due 2024/02/08	17,465	17,482	0.20%
16,000,000	Choice Properties Real Estate Investment Trust, series K, Callable, 3.556% due 2024/09/09	17,268	16,988	0.20%
16,650,000	SNC-Lavalin Group Inc., 3.235%, due 2023/03/02	16,263	16,938	0.20%
15,461,000	Ford Credit Canada Company, 4.46%, due 2024/11/13	16,346	16,286	0.19%
15,000,000	Suncor Energy Inc., Callable, 3.00%, due 2026/09/14	16,083	15,812	0.18%
14,850,000	Gibson Energy Inc., 2.45%, due 2025/07/14	15,287	15,214	0.18%
12,970,000	Mullen Group Ltd., 5.75%, due 2026/11/30	12,970	14,911	0.17%
9,500,000	DISH Network Corporation, Conv., due 2025/12/15	12,138	13,772	0.16%
13,000,000	Summit Industrial Income REIT, Callable, 2.15%, due 2025/09/17	13,089	13,170	0.15%
10,165,000	Colony Capital Inc., Conv., 5.00%, due 2023/04/15	12,325	13,043	0.15%
10,389,000	Cleaver-Brooks Inc., Callable, 7.875%, due 2023/03/01	12,645	12,776	0.15%
12,750,000	Ford Credit Canada Company, 3.279%, due 2021/07/02	12,834	12,751	0.15%
10,965,000	Bell Canada Inc., Callable, 2.70%, due 2024/02/27	11,408	11,357	0.13%
9,075,000	Natural Resource Partners LP / NRP Finance Corp., Callable, 9.125%, due 2025/06/30	10,755	11,065	0.13%
10,452,000	Cominar Real Estate Investment Trust, 4.25%, due 2021/12/08	10,427	10,567	0.12%
9,450,000	Fairfax Financial Holdings Ltd., Callable, 4.70%, due 2026/12/16	10,066	10,495	0.12%
10,000,000	Alimentation Couche-Tard Inc., Callable, 3.056%, due 2024/07/26	10,367	10,488	0.12%
10,500,000	Dream Industrial REIT, Callable, 1.662%, due 2025/12/22	10,500	10,436	0.12%
10,000,000	TELUS Corp., Callable, 2.75%, due 2026/07/08	10,420	10,417	0.12%
8,500,000	McKesson Corp., Callable, 0.90%, due 2025/12/03	11,035	10,393	0.12%

## EdgePoint Global Growth & Income Portfolio

Schedule of Investment Portfolio (Unaudited)  
(in '000s except number of shares/units)  
As at June 30, 2021

Number of shares/units	Security	Average cost	Fair value	% of net assets
10,250,000	Secure Energy Services Inc., Callable, 7.25%, due 2026/12/30	\$ 10,252	\$ 10,359	0.12%
9,427,000	Atlantic Power Corporation, Conv. Callable, 6.00% due 2025/01/31	10,033	10,040	0.12%
10,000,000	Intact Financial Corp., 1.21%, due 2024/05/21	10,000	9,987	0.11%
9,340,000	Sienna Senior Living Inc., Callable, 3.45%, due 2026/02/27	9,805	9,766	0.11%
7,860,000	Cooper-Standard Automotive Inc., Callable, 5.625%, due 2026/11/15	8,419	9,205	0.11%
8,216,000	Livingston International, Term Loan, due 04/25/2027	10,496	9,204	0.10%
8,100,000	Choice Properties Real Estate Investment Trust, Callable, 4.055%, due 2025/11/24	8,845	8,825	0.10%
6,792,000	Chemours Co., Callable, 7.00%, due 2025/05/15	8,439	8,700	0.10%
6,400,000	Manitowoc Company Inc., Callable, 9.00%, due 2026/04/01	8,276	8,638	0.10%
8,313,000	Penske Truck Leasing Canada Inc., Callable, 2.85%, due 2022/12/07	8,328	8,519	0.10%
8,500,000	Dollarama Inc., 1.871%, due 2026/07/08	8,500	8,511	0.10%
3,024,000	Calfrac Well Services Ltd., Conv., 10.00%, due 2023/12/18	2,491	8,165	0.09%
7,200,000	Granite REIT Holdings L.P., Callable, 3.062%, due 2027/06/04	7,200	7,573	0.09%
6,756,000	Choice Properties Real Estate Investment Trust, Callable, 2.848%, due 2027/05/21	6,770	7,002	0.08%
5,125,000	Dave & Buster's Inc., Callable, 7.625%, due 2025/11/01	6,606	6,845	0.08%
6,800,000	Stantec Inc., Callable, 2.048%, due 2027/10/08	6,800	6,698	0.08%
6,750,000	Pembina Pipeline Corporation, Callable, 4.80%, due 2081/01/25	6,750	6,630	0.08%
6,400,000	Reliance LP, Callable, 2.68%, due 2027/12/01	6,399	6,498	0.07%
4,392,429	Aegerion Pharmaceuticals Inc., 5.00%, due 2025/04/01	5,733	6,479	0.07%
5,998,000	Fairfax Financial Holdings Ltd., Callable, 4.23%, due 2029/06/14	5,864	6,468	0.07%
6,300,000	Morguard Corp., Callable, 4.715%, due 2024/01/25	6,314	6,446	0.07%
5,810,000	North American Construction Group Ltd., Conv. Callable, 5.50%, due 2028/06/30	5,810	6,289	0.07%
5,000,000	Schlumberger Finance Canada Ltd., Callable, 1.40%, due 2025/09/17	6,570	6,274	0.07%
4,250,000	JPMorgan Chase & Co., Callable, 5.00% Perpetual	5,586	5,288	0.06%
4,706,460	David's Bridal LLC, Term Loan, due 2023/06/30	6,064	4,959	0.06%
4,500,000	TD Capital Trust IV, Callable, 10.00%, due 2108/06/30	5,224	4,652	0.05%
4,263,000	TELUS Corp., Callable, 3.75%, due 2026/03/10	4,640	4,623	0.05%
4,250,000	Loblaw Companies Ltd., Callable, 4.86%, due 2023/09/12	4,631	4,562	0.05%
4,250,000	Manitoba Telecom Services Inc., Callable, 4.00%, due 2024/05/27	4,599	4,548	0.05%
4,130,000	Bell Canada Inc., Callable, 3.55%, due 2026/03/02	4,478	4,440	0.05%
4,200,000	Rogers Communications Inc., 4.00%, due 2022/06/06	4,374	4,324	0.05%
4,250,000	Gibson Energy Inc., Variable, Callable, 5.25%, due 2080/12/22	4,250	4,316	0.05%
3,042,000	Realty Group LLC / Realty Co-Issuer Corp., Callable, 9.375%, due 2027/04/01	4,034	4,195	0.05%
3,212,000	Mattel Inc., Callable, 6.75%, due 2025/12/31	4,033	4,184	0.05%
4,100,000	First Capital Realty Inc., 4.43%, due 2022/01/31	4,292	4,181	0.05%
4,250,000	Granite REIT Holdings L.P., Callable, 2.378%, due 2030/12/18	4,250	4,125	0.05%
4,250,000	Dollarama Inc., Callable, 1.505%, due 2027/09/20	4,250	4,121	0.05%
3,600,000	Gibson Energy Inc., 2.85%, due 2027/07/14	3,599	3,700	0.04%
3,303,000	Choice Properties Real Estate Investment Trust, Callable, 4.90%, due 2023/07/05	3,593	3,522	0.04%
2,193,000	Cinemark USA Inc., Callable, 8.75%, due 2025/05/01	2,993	2,982	0.04%
2,650,000	Fairfax Financial Holdings Ltd., 4.95%, due 2025/03/03	2,943	2,936	0.03%
2,260,000	Realty Group LLC / Realty Co-Issuer Corp., Callable, 4.875%, due 2023/06/01	2,693	2,919	0.03%
2,306,326	David's Bridal LLC, Term Loan, due 2023/06/23	2,987	2,859	0.03%
2,500,000	Enbridge Inc., Callable, 2.44%, due 2025/06/02	2,499	2,579	0.03%
1,939,000	Intact Financial Corp., Callable, 3.77%, due 2026/03/02	2,128	2,111	0.02%
2,000,000	Intact Financial Corp., Callable, 2.85%, due 2027/06/07	2,096	2,103	0.02%

**EdgePoint Global Growth & Income Portfolio**

*Schedule of Investment Portfolio (Unaudited)*  
*(in '000s except number of shares/units)*  
*As at June 30, 2021*

Number of shares/units	Security	Average cost	Fair value	% of net assets
2,000,000	Summit Industrial Income REIT, Callable, 1.82%, due 2026/04/01	\$ 1,999	\$ 1,985	0.02%
1,300,000	Manulife Bank of Canada, 2.844%, due 2023/01/12	1,324	1,341	0.02%
	<b>Total Fixed Income</b>	\$ 1,974,930	\$ 2,007,768	23.15%
	<b>Options (Note 9)</b>	7,770	11,092	0.13%
	Adjustment for transaction costs	(4,935)		
	<b>Total Investments</b>	\$ 6,622,743	\$ 7,470,054	86.12%
	<b>Foreign exchange forward contracts (Note 10)</b>		\$ 1,334	0.02%
	Other assets, less liabilities		\$ 1,202,658	13.87%
	<b>Net assets attributable to unitholders of redeemable units</b>		\$ 8,674,046	100.00%

## 1. The Fund:

- (a) EdgePoint Global Growth & Income Portfolio (the “Fund”) is an open-ended mutual fund trust created on November 10, 2008 by declaration of trust under the laws of the Province of Ontario. EdgePoint Wealth Management Inc. (“EdgePoint”) is the Fund’s manager (“Manager”) and trustee, and EdgePoint Investment Group Inc. is the Investment Advisor. The Fund commenced operations on November 17, 2008 with four series of units: Series A, Series B, Series F and Series I. On August 3, 2010, the Fund began offering Series A(N), Series B(N) and Series F(N) units. On January 1, 2019, the Fund closed Series B and Series B(N) units from new purchases.

The registered office of the Manager is located at 150 Bloor St. W., Suite 500, Toronto, Ontario, M5S 2X9, Canada.

The investment objective of the Fund is to provide a combination of long-term capital appreciation and income generation by investing primarily in global companies and fixed-income securities. The portfolio management team invests in companies that it believes have strong competitive positions, long-term growth prospects and are run by competent management teams. The portfolio management team endeavours to acquire ownership stakes in these companies at prices below its assessment of each company’s true value.

- (b) The Fund’s authorized capital consists of an unlimited number of units and series without par value. The number of outstanding units of each series is disclosed in the *Statements of Financial Position*. Series A and Series B units are available to retail investors. Series F units are available to all investors who participate in fee-based programs through an investment dealer who has signed an agreement with EdgePoint. Series A(N), Series B(N) and Series F(N) units have the same requirements, except they are available only to investors residing in provinces that have not harmonized their provincial sales taxes with the federal Goods and Services Tax. Series I units are for investors who meet minimum investment thresholds and have entered into a Series I Subscription Agreement with EdgePoint.

## 2. Basis of preparation:

- (a) Statement of compliance:

The financial statements of the Fund have been prepared in compliance with International Financial Reporting Standards (“IFRS”).

The financial statements were authorized for issue by the Manager on August 18, 2021.

- (b) Basis of measurement:

The financial statements have been prepared on a historical cost basis except for investments and derivatives, which are measured at fair value.

- (c) Functional and presentation currency:

These financial statements are presented in Canadian dollars, which is the Fund’s functional currency.

- (d) Use of estimates and judgment:

The preparation of financial statements, in conformity with IFRS, requires the Manager to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized in the period in which the estimates are revised and in any future period affected.

The Fund may hold financial instruments that are not quoted in active markets, including derivatives. The determination of the fair value of these instruments is the area with the most significant accounting judgments and estimates the Fund has made in preparing financial statements. See Note 7 for more information on the fair value measurement of the Fund’s financial statements.

The COVID-19 pandemic has cast additional uncertainty on the assumptions used by the Manager in making its judgments and estimates. Governments and central banks have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions. The duration and impact of the COVID-19 pandemic is unknown at this time, as is the efficacy of the government and central bank interventions. It is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and condition of the Fund in future periods. Given that the full extent of the impact that COVID-19 will have on the global economy and the Fund’s operations is uncertain and not predictable at this time, there is a higher level of uncertainty with respect to the Manager’s judgments and estimates.

## 3. Significant accounting policies:

The accounting policies set out below have been applied consistently to all periods presented in these financial statements. The Fund’s accounting policies for measuring the fair value of its investments and derivatives are identical to those used in measuring its net asset value (“NAV”) for transactions with unitholders.

- (a) Changes in significant accounting policies:

The accounting policies applied by the Fund in these financial statements are the same as those applied by the Fund in its annual audited financial statements for the year ended December 31, 2020, which were prepared in accordance with IFRS. The Fund has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.



**3. Significant accounting policies (continued):**

## (b) Financial instruments:

Financial instruments include financial assets and liabilities such as debt and equity securities, derivatives, cash and other receivables and payables. The Fund classifies and measures financial instruments in accordance with IFRS 9, Financial Instruments. Upon initial recognition, financial assets and financial liabilities are classified at fair value through profit or loss ("FVTPL"), fair value through other comprehensive income or amortized cost based on the Manager's assessment of the business model within which the financial asset is managed and the financial asset's contractual cash flow characteristics.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and marketable securities) are based on quoted market prices at the close of trading on the reporting date. The Fund uses the last traded market price for both financial assets and financial liabilities where the last traded price falls within that day's bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances. The Fund's policy is to recognize transfers into and out of the fair value hierarchy levels as of the date of the event or change in circumstances giving rise to the transfer.

The fair value of financial assets and liabilities that are not traded in an active market, including derivative instruments, is determined using valuation techniques. Valuation techniques also include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, and others commonly used by market participants and which make the maximum use of observable inputs. Should the value of the financial asset or liability, in the opinion of the Manager, be inaccurate, unreliable or not readily available, the fair value is estimated on the basis of the most recently reported information of a similar financial asset or liability.

Upon initial recognition, financial instruments classified as FVTPL are initially recognized on the trade date at fair value. Other financial assets and other financial liabilities are recognized on the date on which they are originated at fair value. All financial assets and liabilities are recognized in the *Statements of Financial Position* when the Fund becomes a party to the contractual requirements of the instrument. Financial instruments are derecognized when the right to receive the cash flows from the instrument has expired or the Fund has transferred substantially all risk and rewards of ownership.

Financial instruments classified as FVTPL are subsequently measured at fair value at each reporting period with changes in fair value recognized in the *Statements of Comprehensive Income* in the period in which they occur. The cost of investments is based on the weighted average cost of investments and excludes commissions and other portfolio transaction costs, which are separately reported in the *Statements of Comprehensive Income*. Realized gains and losses on disposition, including foreign exchange gains or losses on such investments, are determined based on the cost of investments. Gains and losses arising from changes in the fair value of the investments are included in the *Statements of Comprehensive Income* for the period in which they arise. The Fund's investments and derivative financial assets and liabilities are classified as FVTPL.

Financial assets at amortized cost are recognized initially at fair value plus any directly attributable transaction costs. Subsequent measurement of financial assets at amortized cost is at amortized cost using the effective interest method, less any impairment losses. The Fund classifies cash and cash equivalents, receivable for units subscribed, interest and other receivables, receivable for investments sold and dividends receivable as financial assets at amortized cost. Cash and cash equivalents are cash on deposit and short-term notes with maturities of less than 90 days.

Other financial liabilities at amortized cost are initially measured on the date on which they are originated at fair value, net of transaction costs, and are subsequently measured at amortized cost using the effective interest method. The Fund derecognizes a financial liability when its contractual obligations are discharged, canceled or expire. The Fund's financial liabilities at amortized cost are comprised of payables for units redeemed, payable for securities purchased and accrued liabilities. Due to the short-term nature of these financial liabilities, their carrying values approximate fair values.

Transaction costs included in the initial carrying amount of financial instruments at FVTPL are expensed as incurred.

Financial assets and financial liabilities are offset and the net amount presented in the *Statements of Financial Position* only when the Fund has a legal right to offset the amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

## (c) Redeemable units:

The Fund classifies financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments. The Fund has multiple classes of redeemable units that do not have identical features and therefore, do not qualify as equity under IAS 32, *Financial Instruments*. The redeemable units, which are classified as financial liabilities and measured at the

**3. Significant accounting policies (continued):**

redemption amount, provide investors with the right to require redemption, subject to available liquidity, for cash at a unit price based on the Fund's valuation policies at each redemption date.

**(d) Foreign currency:**

The Fund's subscriptions and redemptions are denominated in Canadian dollars, which is also its functional and presentation currency. Foreign denominated investments and other foreign denominated assets and liabilities are translated into Canadian dollars using the exchange rates prevailing on each valuation date. Purchases and sales of investments, as well as income and expense transactions denominated in foreign currencies, are translated using exchange rates prevailing on the date of the transaction. Foreign exchange gains and losses relating to cash and other financial assets and liabilities are presented as 'Foreign currency gain (loss) on cash and other net assets and those relating to investments and derivatives are presented within 'Net realized gain (loss) on investments' and 'Change in unrealized gain (loss) on investments and derivatives' in the *Statements of Comprehensive Income*.

**(e) Income recognition:**

Interest income for distribution purposes from investments in fixed income and short-term investments represents the coupon interest received by the Fund accounted for on an accrual basis. The Fund does not use the effective interest method to amortize premiums paid or discounts received on the purchase of fixed-income securities. Dividend income is recognized on the date that the right to receive payment is established, which for quoted equity securities is usually the ex-dividend date. Portfolio transactions are recorded on the trade date. Realized gains and losses arising from the sale of investments are determined on an average cost basis of the respective investments. Income from the securities lending program is recognized net of agent fees and is included in 'Income from securities lending' in the *Statements of Comprehensive Income*.

**(f) Increase (decrease) in net assets attributable to unitholders of redeemable units, per unit:**

Increase (decrease) in net assets attributable to unitholders of redeemable units, per unit in the *Statements of Comprehensive Income* represents the net increase (decrease) in the net assets from operations for each series for the period divided by the weighted average units outstanding for each series for the period.

**(g) Taxation:**

The Fund qualifies as a mutual fund trust under the *Income Tax Act* (Canada). All of the Fund's net income

for tax purposes and sufficient net capital gains realized in any period are required to be distributed to unitholders such that no income tax is payable by the Fund. As a result, the Fund does not record income taxes. Since the Fund does not record income taxes, the tax benefit of capital and non-capital losses has not been reflected in the *Statements of Financial Position* as a deferred income tax asset.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown as a separate expense in the *Statements of Comprehensive Income*.

**(h) New standards and interpretations not yet adopted:**

A number of new standards, amendments to standards and interpretations are not yet effective. For the period ended June 30, 2021, and have not been applied in preparing these financial statements. None of these will have a significant effect on the financial statements of the Fund.

**4. Related party transactions:****(a) Management fees:**

EdgePoint, the Manager, appoints the Investment Advisor and provides, or oversees the provision of, investment advisory and portfolio management services, distribution and administrative services to the Fund, which comprise investment selection, analysis and monitoring, including business travel to corporate head offices; other associated due diligence costs; portfolio construction and risk management; broker analysis, selection and monitoring; and trading expertise, and could include financing services related to commissions and trailing commissions for distribution of the Funds. Any overhead and operating expenses incurred by the Investment Advisor or the Manager in providing these services, but not related to the Funds' daily operations, are also covered by the management fee. In consideration for the services provided, EdgePoint receives a monthly management fee based on the daily average net assets of each series. The annual management fee differs among series of units, as outlined in the table below. The Fund pays EdgePoint an aggregate management fee. The Investment Advisor is compensated for their services out of the management fee without any further cost to the Fund. Total management fees for the period ended June 30, 2021 amounted to \$51.7 million (June 30, 2020: \$55.1 million), with nil in outstanding accrued fees due to the Manager at June 30, 2021 (December 31, 2020: nil). Management fees for Series I units are negotiated and paid directly by the investor and not the Fund. These fees will not exceed the Fund's Series A management fees.

**4. Related party transactions (continued):**

Series A	1.70%
Series A(N)	1.70%
Series B	1.90%
Series B(N)	1.90%
Series F	0.70%
Series F(N)	0.70%

**(b) Operating expenses**

In addition to management fees, the Fund is responsible for paying all expenses relating to its operations. These expenses may include, but are not limited to: taxes, accounting, legal and audit fees, costs relating to the Fund's Independent Review Committee, trustee and custodial fees, portfolio transaction costs, administrative costs, investor servicing costs, costs of reports and prospectuses, and other general operating expenses that could include allocated salaries, overhead and other costs directly related to the Fund's operations and incurred by the Manager. For the period ended June 30, 2021, allocated costs totaled \$0.5 million (June 30, 2020: \$0.5 million). Each series is responsible for paying the operating expenses specifically attributed to that series. Except for interest, bank charges, transaction costs, and withholding taxes paid or payable directly by the Fund, the Manager incurs such expenses on the Fund's behalf and is then reimbursed by the Fund for such expenses. The Fund's common operating expenses are allocated among series based on the average number of unitholders or the average daily net assets of each series, depending on the operating expense. All Series I operating expenses are EdgePoint's responsibility.

**(c) Waived fees**

At its sole discretion, EdgePoint may waive management fees or absorb the Fund's expenses. Absorbed expenses, if any, are shown on the *Statements of Comprehensive Income*. Such waivers and absorptions can be terminated at any time.

**(d) Management fee rebates**

From time to time, EdgePoint may reduce the effective management fee payable by some unitholders by reducing the management fee it charges to the Fund and directing the Fund to make distributions to these unitholders in amounts equal to the management fee reduction. Management fee rebates are automatically reinvested in additional units of the Fund and are shown on the *Statements of Comprehensive Income*.

**5. Income taxes:**

The Fund qualifies as a mutual fund trust under the *Income Tax Act* (Canada) and, accordingly, is not subject to income taxes on the portion of its net income, including net realized gains, paid or payable to unitholders. Such distributed income is taxable in the hands of unitholders.

Temporary differences between the carrying value of assets and liabilities for accounting and income tax purposes give rise to deferred income tax assets and liabilities. The most significant temporary difference is that between the reported fair value of the Fund's investment portfolio and its adjusted cost base for income tax purposes. Since the Fund's distribution policy is to distribute all net realized capital gains, deferred tax liabilities with respect to unrealized capital gains and deferred tax assets with respect to unrealized capital losses will not be realized by the Fund and are therefore not recorded by the Fund. Unused realized capital losses represent the Fund's deferred tax assets; however, due to the uncertainty that they will be realized by offsetting future capital gains, no net tax benefit is recorded by the Fund.

As at the most recent taxation year end of December 15, 2020, the Fund had capital losses of \$257.5 million (December 15, 2019: nil) and non-capital losses of nil (December 15, 2019: nil).

A loss realized by the Fund on a disposition of capital property will be a suspended loss when the Fund acquires a substituted property that is identical or the same as the property sold within 30 days before and 30 days after the sale and the Fund owns the substituted property 30 days after the original disposition. If a loss is suspended, the Fund cannot deduct the loss from the Fund's capital gains until the substituted property is sold and is not reacquired within 30 days before and after the sale. As at the most recent taxation year end of December 15, 2020, the Fund had suspended losses of \$22.1 million (December 15, 2018: \$6.0 million).

**6. Brokerage commissions and soft dollars:**

Commissions paid to brokers in connection with portfolio transactions are disclosed in the Fund's *Statements of Comprehensive Income*. Brokerage business is allocated in good faith based on which broker can deliver to the Fund the best results in relation to order execution and research services utilized. Subject to these criteria, EdgePoint may allocate business to brokers that provide or pay for, in addition to transaction execution, investment research, statistical or other similar services. The ascertainable "soft dollar" value received as a percentage of total brokerage commissions paid during the Periods ended June 30, 2021 and 2020, is disclosed below.

	2021	2020
Soft dollar relationships	3	4
Percentage of total transaction costs	7%	4%

Other proprietary research services are offered on a "bundled" basis with transaction execution. As a result, EdgePoint is not able to reasonably ascertain the value of these investment research services.



**7. Fair value measurement:**

The Fund's investments and derivative financial instruments are carried at fair value. In the opinion of the Manager, the fair values of financial instruments other than investments, derivative financial instruments and net assets attributable to unitholders of redeemable units approximate their carrying values, given their short-term nature.

IFRS establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurement). The three levels of the fair value hierarchy are as follows:

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Fund can access at the measurement date;
- Level 2 – Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., as derived from prices); and
- Level 3 – Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If inputs of different levels are used to measure an asset's or liability's fair value, the classification within the hierarchy is based on the lowest level input that is significant to the fair value measurement.

Changes in valuation methods may result in transfers into, or out of, an investment's assigned level.

**(a) Equities**

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain of the Fund's equities do not trade frequently and therefore observable prices may not be available. In such cases, fair value is determined using observable market data and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3. The Fund owns equity securities of three investments that have been classified as Level 3 because of a lack of observable inputs. The fair value of these securities has been determined using the most recent quotes obtained from brokers or cost and tested for impairment in the interim.

**(b) Fixed income**

Fixed income includes primarily corporate bonds, which are valued on the basis of quotes obtained from brokers and dealers or pricing services that use broker-dealer quotations, reported trades or valuation estimates from their internal pricing models. The inputs that are used by pricing sources are observable such as interest rate curves, credit spreads and volatilities. The inputs that

are significant to valuation are generally observable and therefore the Fund's fixed income and short-term investments have been classified as Level 2. The Fund holds three fixed income securities that have been classified as Level 3 because of a lack of observable inputs in the valuation. The fair value of these investments has been determined using the most recent quotes obtained from brokers.

**(c) Derivative assets and liabilities**

Derivative assets and liabilities consist of foreign exchange forward contracts and equity call option contracts. Foreign exchange forward contracts are valued primarily on the contracts notional amount, the difference between the contract rate and the forward market rate for the same currency or index, interest rates, and future dividend yields. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2. Equity options are valued primarily on the number of contracts, the difference between the strike price and the forward market rate for the underlying equity/index, interest rate, dividends and volatility of the underlying equity/index. Counterparty credit risk is managed through the use of collateral and a Credit Support Annex, when available.

The carrying amount of the Fund's net assets attributable to redeemable units also approximates fair value as they are measured at the redemption amount. These financial instruments are classified as Level 2 in the fair value hierarchy because while prices are available, there is no active market for these instruments.

The table below categorizes financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is included. The amounts are based on the values recognized in the statement of financial position.

	Assets (liabilities) at fair value As at June 30, 2021 ('000s)			
	Level 1	Level 2	Level 3	Total
Equities	\$ 5,386,281	\$ 33,107	\$ 31,806	\$ 5,451,194
Fixed income	–	1,955,775	51,993	2,007,768
Options	–	11,092	–	11,092
Foreign exchange forward contracts	–	5,450	–	5,450
Foreign exchange forward contracts	–	(4,116)	–	(4,116)
<b>Total</b>	<b>\$ 5,386,281</b>	<b>\$ 2,001,308</b>	<b>\$ 83,799</b>	<b>\$ 7,471,388</b>

	Assets (liabilities) at fair value as at December 31, 2020 ('000s)			
	Level 1	Level 2	Level 3	Total
Equities	\$ 5,247,796	\$ –	\$ 37,027	\$ 5,284,823
Fixed income	–	2,064,608	51,993	2,116,601
Options	–	6,007	–	6,007
Foreign exchange forward contracts	–	14,859	–	14,859
Foreign exchange forward contracts	–	(895)	–	(895)
<b>Total</b>	<b>\$ 5,247,796</b>	<b>\$ 2,084,579</b>	<b>\$ 89,020</b>	<b>\$ 7,421,395</b>

**7. Fair value measurement (continued):**

For the period ended June 30, 2021, the net change in value of financial instruments classified as FVTPL is a \$851.6 million gain (June 30, 2020: \$1,109.0 million loss).

During the period ended June 30, 2021 there was one transfer between levels (June 30, 2020: none). MDA Ltd. (previously Neptune LP) was transferred from Level 3 to Level 2 in April 2021 after its public offering of shares on the Toronto Stock Exchange.

The following table reconciles the Fund's Level 3 fair value measurement of financial instruments as at June 30, 2021 and December 31, 2020.

June 30, 2021 ('000s)	Fixed income	Equities
Balance at beginning of period	\$ 51,993	\$ 37,027
Transfer in (out)	-	(12,731)
Change in unrealized gain (loss) in value of investments	4,209	7,510
Balance at end of period	\$ 101,950	\$ 31,806

December 31, 2020 ('000s)	Fixed income	Equities
Balance at beginning of year	\$ 20,932	\$ 15,914
Investment purchases during the year	44,990	30,765
Investment dispositions during the year	(3,876)	-
Realized gain (loss)	(75)	-
Change in unrealized gain (loss) in value of investments	(9,978)	(9,652)
Balance at end of year	\$ 51,993	\$ 37,027

The total change in unrealized gain/loss for Level 3 assets held as at June 30, 2021 was a \$11.7 million gain (December 31, 2020: \$19.7 million loss).

The potential impact of using reasonable alternative assumptions for valuing these Level 3 assets would not significantly increase or decrease the fair value as at June 30, 2021 and December 31, 2020.

**8. Financial instrument risk:**

In the normal course of business, the Fund is exposed to a variety of financial risks: market risk (comprising market price risk, foreign currency risk and interest rate risk), counterparty credit risk and liquidity risk. The value of investments in the Fund's portfolio can fluctuate daily as a result of changes in interest rates, market and economic conditions, and factors specific to individual securities within the Fund. The level of risk depends on the Fund's investment objectives and the type of securities in which it invests.

**Risk management**

The Fund's overall risk management program seeks to maximize the returns derived for the level of risk to which the Fund is exposed and seeks to minimize potential adverse effects on the Fund's financial performance. All investments present a risk of loss of capital. The portfolio management team takes a conservative approach to risk management by applying in-depth, thorough research to each investment idea in order to understand the risks of the individual business and weighs this against its return potential.

Risk is further managed by investing in a diversified portfolio of companies. The portfolio management team believes that investing in businesses with competitive advantages is a more effective approach to diversification than focusing on traditional sector allocations. The portfolio management team takes a common-sense approach to risk by assessing how much money can be lost and the probability of losing it. While this approach may seem overly simplistic, it provides vital clarity about the true investment risks.

The Manager employs a governance structure that oversees the Fund's investment activities and monitors compliance with the Fund's stated investment strategy, internal guidelines and securities regulations. The Investment Governance and Oversight Committee of the Manager conducts quarterly reviews to monitor portfolio activity for compliance with applicable rules.

**Risk factors****(a) Market risk:**

The Fund's investments are subject to market risk, which is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The following includes sensitivity analyses that show how the net assets attributable to unitholders of redeemable units would have been affected by a reasonably possible change in the relevant risk variable at each reporting date. In practice, the actual results may differ and the differences could be material.

**(i) Market price risk:**

Market price risk arises primarily from uncertainties about the future market prices of instruments held. Market price fluctuations may be caused by factors specific to an individual investment, or factors affecting all securities traded in a market or industry sector. All investments present a risk of loss of capital. The maximum risk resulting from financial instruments is equivalent to their fair value. The Fund's most significant exposure to market price risk arises from its investment in equity securities. The Fund's policy is to manage price risk through diversification and selection of investments within the investment guidelines outlined in the Declaration of Trust. Greater than 40% of the net assets attributable to unitholders of redeemable units are expected to be invested in equity securities. The Fund's policy also limits individual equity securities to no more than 10% of net assets attributable to unitholders of redeemable units.

If relevant benchmark indexes had increased or decreased by 5% as at June 30, 2021, with all other variables held constant, the Fund's net assets attributable to unitholders of redeemable units would have increased or decreased, respectively, by approximately \$272.6 million or 3.1% of total net assets attributable to unitholders of redeemable units.

**8. Financial instrument risk (continued):**

(December 31, 2020: \$264.2 million or 3.2% of total net assets). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

## (ii) Foreign currency risk:

Foreign currency risk arises from financial instruments denominated in a currency other than the Canadian dollar, which is the Fund's functional currency. The Fund is exposed to the risk that the value of securities denominated in other currencies will fluctuate due to changes in exchange rates. The Fund enters into foreign exchange forward contracts to reduce its foreign currency exposure.

The following table indicates the currencies (excluding the Canadian dollar) to which the Fund's financial instruments had significant exposure. Period-end figures are in Canadian dollars and include the notional amount of forward exchange contracts, if any:

June 30, 2021					
Currency	Investments (\$'000s)	Cash (\$'000s)	Foreign exchange forward contracts (\$'000s)	Total (\$'000s)	% of net assets
U.S. dollar	3,766,239	484,643	(756,635)	3,494,247	40.29%
Japanese yen	775,625	–	–	775,625	8.94%
Euro	468,171	9,111	–	477,282	5.50%
Swiss franc	125,708	–	–	125,708	1.45%
British pound	95,345	231	–	95,576	1.10%
Swedish krona	12,357	–	–	12,357	0.14%
	5,243,445	484,874	(747,524)	4,980,795	57.42%

December 31, 2020					
Currency	Investments (\$'000s)	Cash (\$'000s)	Foreign exchange forward contracts (\$'000s)	Total (\$'000s)	% of net assets
U.S. dollar	3,654,792	576,226	(906,111)	3,324,907	40.82%
Japanese yen	1,158,175	–	(104,856)	1,053,319	12.93%
Swiss franc	203,017	–	–	203,017	2.49%
Euro	184,188	–	–	184,188	2.26%
British pound	68,840	–	–	68,840	0.85%
Indian rupee	43,439	934	–	44,373	0.54%
	5,312,451	577,160	(1,010,967)	4,878,644	59.89%

As at June 30, 2021, if the Canadian dollar had strengthened or weakened by 5% relative to all foreign currencies with all other variables held constant, the Fund's net assets would have decreased or increased, respectively, by approximately \$249.0 million or 2.9% of total net assets (December 31, 2020: \$243.9 million or 3.0% of total net assets). In

practice, actual results may differ from this sensitivity analysis and the difference could be material.

## (iii) Interest rate risk:

Interest rate risk arises from interest-bearing financial instruments where the values of those instruments fluctuate due to changes in market interest rates.

The majority of the Fund's financial assets are equities, which are not interest bearing. The table below summarizes the Fund's exposure to interest rate risk by remaining term to maturity:

June 30, 2021	Fixed Income ('000s)
Less than 1 year	\$ 0,358
1 to 3 years	658,956
3 to 5 years	863,105
Greater than 5 years	435,349
	\$ 2,007,768

December 31, 2020	Fixed Income ('000s)
Less than 1 year	\$ 250,606
1 to 3 years	467,048
3 to 5 years	935,526
Greater than 5 years	463,421
	\$ 2,116,601

As at June 30, 2021, if prevailing interest rates had risen or declined by 0.5%, assuming a parallel shift in the yield curve with all other variables held constant, the Fund's net assets would have decreased or increased, respectively, by approximately \$27.7 million or 0.3% of total net assets (December 31, 2020: \$22.5 million or 0.3% of total net assets). The Fund's sensitivity to interest rate changes was established using the weighted- average modified duration of 2.76 years based on the Fund's fixed-income holdings (December 31, 2020: 2.12). In practice, actual results may differ from this sensitivity.

## (b) Counterparty credit risk:

Counterparty credit risk is the risk that the counterparty to a financial instrument will fail to honour an obligation or commitment that it has entered into with the Fund.

The Fund's main exposure to credit risk is in its holdings of fixed-income debt instruments. The fair value of debt securities includes consideration of the creditworthiness of the debt issuer. The maximum credit risk of these investments is their carrying value at June 30, 2021.

As at June 30, 2021 and December 31, 2020, the Fund was invested in debt securities with the following credit ratings:

**8. Financial instrument risk (continued):**

June 30, 2021	% of net assets	% of debt instruments
AA	0.60	2.59
A	1.43	6.22
BBB	10.89	47.23
BB	1.77	7.54
B	2.10	9.01
CCC	1.37	5.87
Unrated	4.99	21.54
	23.15	100.00

December 31, 2020	% of net assets	% of debt instruments
AA	0.65	2.51
A	2.10	8.02
BBB	12.33	47.48
BB	1.50	5.72
B	3.38	13.07
CCC	1.30	5.03
Unrated	4.73	18.17
	25.99	100.00

The Fund is also exposed to credit risk from its trading of listed securities. It minimizes the concentration of credit risk by trading with a large number of brokers and counterparties on recognized and reputable exchanges. The risk of default is considered minimal as all transactions are settled and paid for upon delivery using approved brokers.

The Fund may enter into foreign exchange contracts to buy and sell currencies for the purpose of settling foreign securities transactions. These are short-term spot settlements carried out with counterparties with a credit rating of at least "A." The exposure to credit risk on these contracts is considered minimal as there are few contracts outstanding at any one time and the transactions are settled and paid for upon delivery.

**(c) Liquidity risk:**

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities. Aside from financial liabilities that arise from its normal investing activities, the Fund has no other significant financial liabilities.

The Fund's most significant potential exposure to financial liabilities is the daily cash redemptions of redeemable units. The Fund's policy and the Manager's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, including estimated redemptions of units, without incurring unacceptable losses or risking damage

to the Fund's reputation. In accordance with securities regulations, the Fund must maintain at least 90% of its assets in liquid investments (i.e., investments traded in an active market that can be readily sold). The Fund also has the ability to borrow up to 5% of its net assets for the purposes of funding redemptions. No such borrowing occurred during the period.

The Fund may invest in derivatives, debt securities and unlisted equity investments that are not traded in an active market. As a result, the Fund may not be able to quickly liquidate its investments in these instruments at amounts which approximate their fair values, or be able to respond to specific events such as deterioration in the creditworthiness of any particular issuer. In accordance with the Fund's policy, the Manager monitors the Fund's liquidity position on a daily basis.

The tables below organize the Fund's financial liabilities into relevant maturity groupings based on the remaining period to the contractual maturity date. The amount in the tables are the contractual undiscounted cash flows.

June 30, 2021	On demand (\$'000s)	< 3 months (\$'000s)	Total (\$'000s)
Payable for units redeemed	16,514	–	16,514
Payable for securities purchased	29,993	–	29,993
Foreign exchange forward contracts	–	4,116	4,116

December 31, 2020	On demand (\$'000s)	< 3 months (\$'000s)	Total (\$'000s)
Payable for units redeemed	17,098	–	17,098
Payable for securities purchased	1,286	–	1,286
Foreign exchange forward contracts	–	895	895

**(d) Capital risk management:**

Units issued and outstanding are considered to be the capital of the Fund. The Fund does not have any specific capital requirements on the subscription and redemption of units, other than certain minimum subscription requirements. Unitholders are entitled to require payment of the NAV per unit of that Fund for all or any of the units of such unitholder by giving written notice to the Manager. The written notice must be received no later than 4:00 p.m. (EST) on the valuation day upon which the units are to be redeemed. Additionally, the notice must be irrevocable, and the signature thereon, must be guaranteed by a Canadian chartered bank, a trust company or an investment dealer acceptable to the Manager. The units are redeemable for cash equal to a pro rata share of the Fund's series NAV.

**9. Schedule of options:**

June 30, 2021					
Call options	Expiry date	Strike price	Number of contracts	Average cost ('000s)	Fair value ('000s)
EURO STOXX 50 Index	June 16, 2023	\$ 3,816	12,296,514	\$ 3,885	\$ 10,454
EURO STOXX Banks Index	February 17, 2023	142	3,420,347	1,293	198
EURO STOXX Banks Index	March 17, 2023	142	3,420,347	1,299	213
EURO STOXX Banks Index	April 21, 2023	142	3,420,347	1,293	227
				\$ 7,770	\$ 11,092

**10. Schedule of foreign exchange forward contracts:**

June 30, 2021					
Settlement date	Currency to be delivered ('000s)	Currency to be received ('000s)	Contract price	Fair value ('000s)	
July 7, 2021	100,000 USD	125,866 CAD	1.2587	\$ 1,906	
July 12, 2021	189,000 USD	236,945 CAD	1.2537	2,659	
July 13, 2021	51,000 USD	63,923 CAD	1.2534	703	
October 18, 2021	100,000 USD	124,142 CAD	1.2414	182	
				\$ 5,450	
July 7, 2021	124,140 CAD	100,000 USD	0.8055	\$ (180)	
July 28, 2021	46,000 USD	56,557 CAD	1.2295	(465)	
August 30, 2021	25,000 USD	30,152 CAD	1.2061	(839)	
September 13, 2021	110,000 USD	134,054 CAD	1.2187	(2,306)	
September 20, 2021	82,000 USD	101,325 CAD	1.2357	(326)	
				\$ (4,116)	
Total number of contracts:	9		Net fair value	\$ 1,334	

**11. Offsetting financial assets and financial liabilities:**

In the normal course of business, the Fund may enter into various netting arrangements or other similar agreements that do not meet the criteria for offsetting in the statements of financial position but still allow for the related amounts to be set off in certain circumstances, such as bankruptcy or termination of the contracts. The Fund has not offset any financial assets and financial liabilities in the statement of financial position. The disclosures set out in the tables below include financial assets and financial liabilities that are subject to an enforceable master netting or similar agreement that covers similar financial instruments.

The ISDA and similar master netting agreements do not meet the criteria for offsetting in the statement of financial position. This is because they create a right of set-off of recognized amounts that is enforceable only following an event of default, insolvency or bankruptcy of the Fund or the counterparties. In addition, the Fund and its counterparties do not intend to settle on a net basis or to realize the assets and settle the liabilities simultaneously.

The collateral provided in respect of the below transactions is subject to the standard industry terms of ISDA's *Credit Support Annex*. This means that cash given as collateral can be pledged or sold during the term of the transaction but have to be returned on maturity of the transaction. The terms also give each counterparty the right to terminate the related

transactions on the counterparty's failure to post collateral. Cash collateral pledged by the Fund is included in Cash and cash equivalents on the statement of financial position.

June 30, 2021 (\$'000s)					
Type of financial instrument	Gross amounts of recognized financial assets and liabilities	Net amounts presented in the statement of financial position	Related amounts not offset in the statement of financial position	Cash collateral pledged	Net Amount
Foreign exchange forward contracts – assets	5,450	5,450	(4,116)	–	1,334
Foreign exchange forward contracts – liabilities	(4,116)	(4,116)	4,116	–	–

December 31, 2020 (\$'000s)					
Type of financial instrument	Gross amounts of recognized financial assets and liabilities	Net amounts presented in the statement of financial position	Related amounts not offset in the statement of financial position	Cash collateral pledged	Net Amount
Foreign exchange forward contracts – assets	14,859	14,859	(630)	–	14,299
Foreign exchange forward contracts – liabilities	(895)	(895)	630	265	–

**12. Securities lending:**

The Fund has entered into a securities lending program with its custodian. The aggregate market value of all securities loaned by the Fund cannot exceed 50% of the assets of the Fund. The Fund will receive collateral of at least 102% of the value of securities on loan. Collateral will generally be comprised of federal, provincial, and sovereign debt, or debt issued or guaranteed by a financial institution, or corporate commercial paper, or convertible securities, and/or cash. All collateral has a term to maturity of 365 days or less and a designated rating from a designated rating organization and is in compliance with the credit rating requirements outlined in National Instrument 81-102.

Below is the market value of the securities loaned and collateral received as at June 30, 2021 and December 31, 2020.

	June 30, 2021 (\$'000s)	December 31, 2020 (\$'000s)
Securities loaned	–	74,496
Collateral (non-cash)	–	78,858

The table below shows a reconciliation of the gross amount generated from securities lending transactions of the Fund to the revenue from securities lending disclosed in the *Statements of Comprehensive Income*.

	June 30, 2021 (\$'000s)	June 30, 2020 (\$'000s)
Gross securities lending revenue	733	213
Agent fees – CIBC Mellon	(153)	(53)
Income from securities lending	580	160



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