
JPMorgan – IG U.S. Equity Long/Short Pool

Interim Management Report of Fund Performance FOR THE SIX-MONTH PERIOD ENDED SEPTEMBER 30, 2020

CAUTION REGARDING FORWARD-LOOKING STATEMENTS

This report may contain forward-looking statements about the Fund, including its strategy, expected performance and condition. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as “expects”, “anticipates”, “intends”, “plans”, “believes”, “estimates” or negative versions thereof and similar expressions.

In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but 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, catastrophic events and outbreaks of disease or pandemics (such as COVID-19).

We stress that the above mentioned list of important factors is not exhaustive. We encourage you to consider these and other factors carefully before making any investment decisions and we urge you to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance.

CAUTION REGARDING FUTURE PERFORMANCE

Sales commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the Fund's offering documents before investing. The indicated rates of return are the historical annual compounded total returns including changes in security value and reinvestment of all distributions (except for fee rebates) and do not take into account sales, redemption, distribution or optional charges, advisory fees payable directly by securityholders in certain series, or income taxes payable by any investor that would have reduced returns. Mutual funds are not guaranteed. Their values change frequently and past performance may not be repeated.

This interim Management Report of Fund Performance contains financial highlights, but does not contain the complete interim financial report or audited annual financial statements of the investment fund. If the interim financial report of your investment fund did not accompany the mailing of this report, you may receive a copy of it or the audited annual financial statements, or annual Management Report of Fund Performance, at your request, and at no cost, by calling 1-888-746-6344 (1-800-661-4578 if you live in Québec) or by writing to us at 447 Portage Avenue, Winnipeg, Manitoba, R3B 3H5 (2001, boulevard Robert-Bourassa, bureau 2000, Montréal (Québec), H3A 2A6 if you live in Québec), or by visiting our website at www.ig.ca or SEDAR at www.sedar.com.

Securityholders may also use one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

Every effort has been made to ensure that the information contained in this Report is accurate as of September 30, 2020 (except when stated otherwise), however, the Fund cannot guarantee the accuracy or the completeness of this material. Please refer to the Fund's Prospectus and audited annual financial statements for more information.

References to “Consultant” or “Consultants” mean “Representative” or “Representatives” in Québec.

For current net asset values per security for the Fund and for more recent information on general market events, please visit our website at www.ig.ca.

Management Discussion of Fund Performance

NOVEMBER 12, 2020

This management discussion of Fund performance presents views of the portfolio management team about the significant factors and developments affecting the Fund's performance and outlook since its inception.

Please read the *Caution Regarding Forward-looking Statements* located on the first page of this document.

Investment Objective and Strategies

The Fund aims to provide long-term capital appreciation with lower volatility than the market by attempting to participate in the market's upside while limiting losses in declining markets by taking long and short positions primarily in equity securities of U.S. companies (including common stocks, real estate investment trusts (REITs) and depository receipts). The Fund will gain exposure to non-traditional asset classes or use non-traditional investment strategies. The Fund may also engage in physical short sales, and/or use derivatives for investment purposes. The Fund may employ a number of strategies to manage the Fund's volatility, including altering the Fund's portfolio composition, adjusting the Fund's gross exposure or net exposure, holding significant cash balances or investing in derivatives. The Fund's aggregate exposure is calculated as the sum of the following, and must not exceed 200% of its net asset value: (i) the aggregate market value of securities sold short, and (ii) the aggregate notional value of the Fund's specified derivatives positions excluding any specified derivatives used for hedging purposes.

Risk

Despite recent market volatility related to the global pandemic, the overall level of risk of investing in the Fund remains as discussed in the Prospectus, and is not expected to have significantly increased or decreased as a result of operations during the period. Accordingly, the Fund also remains suitable for the same investors as discussed in the Prospectus.

Results of Operations

CHANGES IN NET ASSETS

The Fund commenced operations on June 1, 2020. By September 30, 2020 net assets were \$81.0 million. This change was comprised primarily of gains from operations of \$6.9 million and an increase of \$74.1 million due to net securityholder activity.

This level of securityholder activity relative to net assets is significant and is primarily due to subscription activity resulting from the restructuring and/or cash flows of other funds that invest into this Fund. Large subscription and redemption activity by other funds could have an impact on the Fund's operations by causing large cash positions. However, the Manager uses various strategies to minimize the potential dilutive impact associated with large cash positions. These strategies may include transferring securities in-kind where possible, utilizing ETFs to maintain market exposure in lieu of cash and spreading transactions in smaller increments over a period of time.

FEES AND EXPENSES

Total expenses paid vary period to period as a result of changes in average assets.

INVESTMENT PERFORMANCE

As with all new funds, in accordance with securities laws, performance can be discussed only when audited annual financial statements have been produced.

LEVERAGE

Leverage occurs when the Fund borrows money or securities, or uses derivatives, to generate investment exposure that would otherwise not be possible. The Fund's aggregate exposure to its sources of leverage is calculated as the sum of the following: (i) the market value of short holdings; (ii) the amount of cash borrowed for investment purposes; and (iii) the notional value of the Fund's derivatives positions, excluding any derivatives used for hedging purposes. During the period from the Fund's inception on June 1, 2020 to September 30, 2020, the Fund's aggregate exposure to sources of leverage ranged from 0% to 41% of the Fund's NAV. The low end of the range occurred at the time of the Fund's launch, when its leverage strategies were being implemented. The high point, which was reached in August, resulted from the relative market movements of the Fund's long and short portfolios. Leverage is a function of the portfolio management team's view of portfolio risk and market opportunities, and varies accordingly. The source of leverage was physical short positions in equity securities.

Recent Developments

Investment positioning in the long portion of the Fund's portfolio consists of a mix of long-term growth investments as well as select cyclical investments such as businesses in the semiconductor industry. The short portion of the portfolio is focused on short positions in businesses that are facing demand pressures and structural challenges. The Fund also holds short positions in the utilities sector. The Fund's cash position includes proceeds from short sales and short collateral. The cash position is affected by the Fund's short exposure.

Other Developments

COVID-19

The duration and long-term impact of COVID-19 on businesses and markets, and the extent of additional economic relief measures which may be offered by some governments and central banks, are unknown at the reporting date. This uncertainty means it is impossible to reliably estimate the impact on the financial results and position of the Fund in future periods.

Related Party Transactions

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

Certain other investment funds, distributed by IG Wealth Management, and other qualified investors may invest in Series P of this Fund. As at September 30, 2020, this series comprised 100.0% of the Fund's net assets. The Manager relied on standing instructions approved by the IG Wealth Management Funds Independent Review Committee for the execution of all such transactions, which are based on the net asset value per security determined in accordance with the stated policies of the Fund on each transaction day. Investments by other investment funds in the Fund increase the risk of large redemption or purchase orders, which could result in larger than normal cash positions in the Fund for short periods of time. This could have an impact on the Fund's operations. However, the Manager uses various strategies to minimize the potential dilutive impact associated with large cash positions. These strategies may include transferring securities in-kind where possible, utilizing ETFs to maintain market exposure in lieu of cash and spreading transactions in smaller increments over a period of time.

Management Fees

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

Summary of Investment Portfolio

The largest positions of the Fund (up to 25) at the end of the period, and the major asset classes in which the Fund was invested, are indicated below. This summary of investment portfolio may change due to ongoing portfolio transactions. The Fund's summary of investment portfolio will be updated as at the end of the next quarter. Please see the front page for information about how it can be obtained.

Summary of Top 25 Long Positions

	% of net assets
Cash and cash equivalents	23.9
Tesla Inc.	9.9
Cigna Corp.	9.4
Alibaba Group Holding Ltd. ADR	7.9
Fiserv Inc.	7.3
NXP Semiconductors NV	6.8
NVIDIA Corp.	6.6
Charter Communications Inc. Class A	6.4
UnitedHealth Group Inc.	5.4
Air Products and Chemicals Inc.	5.3
Best Buy Co. Inc.	5.1
Netflix Inc.	4.7
Beyond Meat Inc.	4.6
Zillow Group Inc. Class C	4.6
Canadian Pacific Railway Ltd.	4.0
Altice USA Inc. Class A	3.9
The Sherwin-Williams Co.	3.8
NextEra Energy Inc.	3.2
Apple Inc.	3.0
Liberty SiriusXM Group Series A	2.2
Union Pacific Corp.	2.0
Thermo Fisher Scientific Inc.	2.0
Liberty Media Corp. - Liberty SiriusXM	2.0
McKesson Corp.	1.4
Amazon.com Inc.	1.0
	136.4

Summary of Top 25 Short Positions

	% of net assets
Advanced Disposal Services Inc.	(6.0)
Acacia Communications Inc.	(4.6)
Sirius XM Holdings Inc.	(4.0)
Momenta Pharmaceuticals Inc.	(3.3)
iShares Russell 1000 Value ETF	(2.9)
Immunomedics Inc.	(2.9)
Harley-Davidson Inc.	(2.8)
Molson Coors Brewing Co. Class B	(1.9)
General Motors Co.	(1.6)
Exelon Corp.	(1.6)
Schlumberger Ltd.	(1.4)
Halliburton Co.	(1.4)
Consolidated Edison Inc.	(1.3)
General Electric Co.	(1.0)
Franklin Resources Inc.	(0.9)
Duke Energy Corp.	(0.9)
Pinnacle West Capital Corp.	(0.8)
The Western Union Co.	(0.6)
The Coca-Cola Co.	(0.5)
National General Holdings Corp.	(0.3)
Host Hotels & Resorts Inc.	(0.2)
	(40.9)

Summary of Composition of the Portfolio

	% of net assets
PORTFOLIO ALLOCATION	
Long Positions	
Equities	116.1
Cash and cash equivalents	23.9
	140.0
Short Positions	
Equities	(38.0)
Exchange Traded Funds	(2.9)
	(40.9)
Other net assets (liabilities)	0.9
Total	100.0

LONG POSITIONS: EQUITIES

COUNTRY ALLOCATION	
United States	97.4
China	7.9
Netherlands	6.8
Canada	4.0
	116.1

SECTOR ALLOCATION

Information Technology	25.1
Consumer Discretionary	25.0
Communication Services	23.8
Health Care	18.3
Materials	9.0
Industrials	6.1
Other	8.8
	116.1

SHORT POSITIONS: EQUITIES

COUNTRY ALLOCATION	
United States	(38.0)

SECTOR ALLOCATION

Industrials	(7.0)
Health Care	(6.2)
Information Technology	(5.1)
Consumer Discretionary	(4.5)
Utilities	(4.5)
Communication Services	(4.0)
Consumer Staples	(3.9)
Energy	(2.8)
	(38.0)

Series Information

Series	Date operations commenced	Management fee (%)	Service fee (%)	Administration fee (%)	Trustee fee (%)
Series P	06/01/2020	-	-	-	-

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

Inception dates of the series are shown if within 10½ years.

Past Performance

Past Performance has not been provided because the Fund was not in operation for the full reporting period.

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 six-month period ended September 30, 2020 and up to the past five financial years.

Footnotes are presented after *Ratios and Supplemental Data*.

Net Assets per Security¹

Series P (in \$)	6 mo Sep. 30 2020	12 mo Mar. 31 2020	12 mo Mar. 31 2019	12 mo Mar. 31 2018	12 mo Mar. 31 2017	12 mo Mar. 31 2016
Net assets, beginning of period	10.00	n/a	n/a	n/a	n/a	n/a
Increase (decrease) from operations:						
Total revenue	-	n/a	n/a	n/a	n/a	n/a
² Total expenses	(0.01)	n/a	n/a	n/a	n/a	n/a
Realized gains (losses) for the period	0.03	n/a	n/a	n/a	n/a	n/a
Unrealized gains (losses) for the period	1.05	n/a	n/a	n/a	n/a	n/a
³ Total increase (decrease) from operations	1.07	n/a	n/a	n/a	n/a	n/a
Distributions:						
From net investment income (excluding dividends)	-	n/a	n/a	n/a	n/a	n/a
From dividends	-	n/a	n/a	n/a	n/a	n/a
From capital gains	-	n/a	n/a	n/a	n/a	n/a
Return of capital	-	n/a	n/a	n/a	n/a	n/a
⁴ Total annual distributions	-	n/a	n/a	n/a	n/a	n/a
Net assets at period end	11.09	n/a	n/a	n/a	n/a	n/a

Ratios and Supplemental Data

Series P	6 mo Sep. 30 2020	12 mo Mar. 31 2020	12 mo Mar. 31 2019	12 mo Mar. 31 2018	12 mo Mar. 31 2017	12 mo Mar. 31 2016
Total net asset value (\$'000's)	81,032	n/a	n/a	n/a	n/a	n/a
Number of securities outstanding ('000's)	7,307	n/a	n/a	n/a	n/a	n/a
⁵ Management expense ratio (%)	0.01	n/a	n/a	n/a	n/a	n/a
Management expense ratio before waivers or absorptions (%)	0.01	n/a	n/a	n/a	n/a	n/a
⁶ Trading expense ratio (%)	0.21	n/a	n/a	n/a	n/a	n/a
⁷ Portfolio turnover rate (%)	228.30	n/a	n/a	n/a	n/a	n/a

¹ These calculations are prescribed by securities regulations and are not intended to be a reconciliation between opening and closing net assets per security. This information is derived from the Fund's unaudited September 30, 2020 interim financial report presented in accordance with IFRS. Net asset values presented are consistent with the net asset values calculated in accordance with securities regulations for the purchase and redemption of the Fund's securities (pricing net asset values) and as such, pricing net asset values are not separately disclosed.

² Commissions and other portfolio transaction costs are included in total expenses.

³ Net asset value and distributions are based on the actual number of securities outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of securities outstanding over the financial period. In the period a series is established, the financial information is provided from the date of inception to the end of the period.

⁴ Distributions were paid in cash, reinvested in additional securities of the Fund, or both.

⁵ Management expense ratio (MER) is based on total expenses, excluding commissions and other portfolio transaction costs, income taxes, and withholding taxes, for the stated period and is expressed as an annualized percentage of daily average net assets during the period, except as noted. In the period a series is established, the MER is annualized from the date of inception to the end of the period. Where a Fund directly or indirectly via derivative contract invests in securities of another fund (including exchange-traded funds or ETFs), the MERs presented for the Fund include the portion of MERs of the other fund(s) attributable to this investment. Any income distributions received from ETFs managed by affiliates of the Manager, with the intention of offsetting fees paid within those ETFs but which are not considered to be duplicative fees under regulatory requirements, are treated as waived expenses for MER purposes. Certain expenses that are non-recurring and/or otherwise uncertain as to their future timing and amount have not been annualized.

⁶ The trading expense ratio (TER) represents total commissions and other portfolio transaction costs incurred as an annualized percentage of daily average net assets during the period. Where a Fund invests in securities of another fund (including exchange-traded funds or ETFs), the TERs presented for the Fund include the portion of TERs of the other fund(s) attributable to this investment.

⁷ The Fund's portfolio turnover rate indicates how actively the Fund's Portfolio Advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. Generally, the higher a Fund's portfolio turnover rate in a period, the greater the trading costs payable by it in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund. Transactions incurred to realign the Fund's portfolio after a fund merger, if any, are excluded from the portfolio turnover rate.

Memo
