

ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

December 31, 2019



FRANKLIN
TEMPLETON®

This annual management report of fund performance contains financial highlights but does not contain the complete financial statements of the investment fund. If you have not received a copy of the annual financial statements with this report, you can get a copy of the annual financial statements at your request, and at no cost, by calling 1.800.387.0830, by writing to us at 200 King Street West, Suite 1500, Toronto ON M5H 3T4, or by visiting our website at www.franklintempleton.ca or SEDAR at www.sedar.com. Securityholders may also contact us using 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.

Co-Lead Portfolio Manager

Garey J. Aitken, CFA, MBA

Franklin Bissett Investment Management, part
of Franklin Templeton Investments Corp.

Location: Calgary, AB

Co-Lead Portfolio Manager

Thomas O’Gorman, CFA, MBA

Franklin Bissett Investment Management, part
of Franklin Templeton Investments Corp.

Location: Calgary, AB

Co-Lead Portfolio Manager

Darcy Briggs, CFA, CGA

Franklin Bissett Investment Management, part
of Franklin Templeton Investments Corp.

Location: Calgary, AB

Co-Lead Portfolio Manager

Tim Caulfield, CFA

Franklin Bissett Investment Management, part
of Franklin Templeton Investments Corp.

Location: Calgary, AB

INVESTMENT OBJECTIVE AND STRATEGIES

Franklin Bissett Monthly Income and Growth Fund (the “Fund”) seeks a balance of income and capital appreciation by investing primarily in a diversified portfolio of income-generating Canadian, U.S. and global equities, equity-related securities and fixed income securities.

The Fund has, under normal market conditions, a neutral asset mix exposure of 55% equities and 45% fixed income. The portfolio advisor (the “portfolio manager”) may review and adjust the optimal asset mix by 20 percentage points, in its sole discretion, depending on the outlook and relative attractiveness of expected risk-adjusted returns from each asset class over time. The Fund typically invests up to 30% of its assets in foreign securities, but may exceed this limit from time to time.

In its equity component, the Fund invests primarily in North American equity securities. The Fund invests in dividend-paying or income-producing equity securities, including common and preferred shares, real estate investment trusts (REITs), income trusts and royalties. The portfolio manager seeks to invest in equity securities of high-quality businesses with long-term profitability and growth profiles, that have a proven ability to deliver a consistent and growing level of dividends over time.

In its fixed income component, the Fund invests in Canadian and foreign fixed income securities. The portfolio manager employs a multisector approach by investing in a broad range of fixed income and floating rate securities, including government and corporate bonds, convertible bonds, bonds backed by mortgages and other financial assets, and corporate loans. The Fund invests in debt securities that are rated high quality or below investment grade—sometimes called “high yield” securities. The portfolio manager may invest in Canadian federal and provincial government bonds, debentures and short-term notes.

RISK

The risks of investing in the Fund remain as stated in the prospectus. The Fund is suitable for investors who are willing to accept low investment risk, seeking the potential for attractive, risk-adjusted returns and sustainable monthly cash flow, looking to invest in one fund that provides predominantly Canadian equity exposure—complemented by U.S. and global equity and fixed income exposure—and planning to hold their investment for the medium to long term.

RESULTS OF OPERATIONS

As at December 31, 2019, total net asset value of the Fund was \$135.0 million, an increase of 4.4% from December 31, 2018. This was primarily driven by an increase of \$16.2 million in net assets from operations and \$15.5 million from a merger with Franklin Bissett Canadian All Cap Balanced Corporate Class and partially offset by \$25.5 million in net redemptions. The Fund paid or made payable \$487,000 in cash distributions to unitholders.

During the past 12 months, the Fund’s Series A units generated a total return of 11.4%. Over the same reporting period, the S&P/TSX Composite TR Index (the “Index”), returned 22.9%. As the Fund is composed of a blend of income-generating equities, fixed income and other types of securities, it employs a custom benchmark. The Custom Franklin Bissett Monthly Income and Growth Fund Benchmark (the “Benchmark”) returned 15.8% over the period in review. The performance of the Fund’s other series is substantially similar to that of its Series A units, except for differences in expense structure. For the return of the Fund’s other series (if applicable) please refer to the “Past Performance” section.

Index performance comparison information is provided for reference only. It is important to note that the Fund’s return reflects the effect of fees and expenses for professional management, while an index does not have such costs.

The Fund underperformed its Benchmark over the past year. The Fund experienced areas of underperformance among individual U.S. and Canadian equity holdings, which was offset by areas of outperformance among individual Canadian and U.S. fixed income holdings. From an absolute return standpoint, strong absolute returns for the Fund were driven by the performance of Canadian and U.S. equity and fixed income.

North American stock markets finished at or near all-time high levels, credit markets soared, and benchmark government bond yields moved meaningfully lower. Investors were certainly justified in celebrating ebbing uncertainty as certain trade and geopolitical headwinds appeared set to diminish. However, the portfolio managers believe it is critically important to highlight and understand how unusual this backdrop is. Riskier asset classes are at all-time high levels, bond yields remain historically low if not negative, and the major central banks are again conducting renewed rounds of quantitative easing (“QE”). The U.S. Federal Reserve (“Fed”) has eased three times (75bps) and is growing its balance sheet through QE, while the country’s unemployment rate is at an all-time low, job growth remains strong,

equity markets are at all-time highs, and high yield credit spreads are near their post-crisis lows. This is certainly not normal, and the portfolio managers believe caution is warranted heading into 2020.

U.S. economic growth downshifted over the year as tax cut stimulus continued to fade and trade tensions and uncertainty weighed on certain sectors. While the U.S. consumer remains relatively solid, investment, manufacturing and trade remain challenged. In retrospect, it appears that the Fed overtightened in 2018 and had to cut interest rates three times over the year to fix the damage, which also highlights the sensitivity of the debt-laden global economy to higher rates.

Canadian economic growth remained challenged and imbalanced. If the recent weakness in jobs continues, the portfolio managers expect the Bank of Canada will have to follow the Fed and commence easing rates. The BoC is in a tough spot given the continued reliance on the consumer and housing, and the fact that the much-discussed handoff to investment and exports has failed to materialize.

West Texas Intermediate (WTI) crude oil prices climbed 34% to end the quarter at U.S.\$61, while Western Canadian Select rose 30% to finish at U.S.\$38.5. The Canadian dollar gained 5% versus the U.S. dollar, ending the quarter just under 77 cents.

The current bull market is now 10 years and three quarters old, notwithstanding four corrections in 2011, 2014, 2016 and 2018. All told, at quarter end the S&P/TSX Composite TRI resided 210.5% (11.0% annualized) higher than where it started on March 9, 2009.

Canadian fixed income posted healthy returns for the year as the FTSE TMX Canada Universe Bond Index rose 6.9%. The longer segment of the Index outperformed, generating a gain of 12.7%, while the mid- and- short segments returned 5.8% and 3.1%, respectively. Returns from credit sectors were strong; the Corporate segment returned 8.1%, while U.S. high yield and investment grade markets both generated returns in excess of 14% for the year.

Average net assets of the series of the Fund that bear expenses have decreased for the year ended December 31, 2019. This has resulted in a corresponding decrease in expenses. Income received from investments held, excluding net realized and/or unrealized gain (loss) on investments and derivatives, as applicable, remained relatively flat due to the results of the Fund's investment activities, including, but not limited to, those previously discussed for the period in review.

RECENT DEVELOPMENTS

The Fund ended the year with an asset mix largely in line with its custom benchmark weightings. Without a crystal ball or strong sense of overconfidence to guide the way, the near-term trajectory for markets remains as uncertain as ever. The portfolio managers are mindful of the need to maintain a focus on the long term, and the importance of owning businesses possessing the structural advantages that will help them navigate in any environment.

On the equity side of the portfolio, the portfolio managers believe a fundamentally strong and consistently applied GARP (growth-at-a-reasonable-price) investment style is well suited to the

ongoing and changing equity market dynamics. It is not momentum or potential that are critical but fundamentals and valuation—and real growth in the intrinsic value of businesses driven by advances in sustainable profitability.

The fixed income allocation is overweight with respect to duration, which is slightly above its Benchmark. While the portfolio managers believe it is still prudent to overweight corporate credit, they continue to prefer higher-quality assets at this late stage in the economic cycle.

The Fund ended the period under review with a 29.9% allocation to U.S. equity and U.S. fixed income combined. The managers operate with a longer term limit to non-Canadian assets of 30%, which is the maximum allowable level for Domestic Neutral Balanced Funds. In addition to the benefits of exposure to non-Canadian equity and fixed income strategies from a diversification standpoint, the currency diversification can be a meaningful benefit to the Fund over time.

FORWARD-LOOKING STATEMENTS

Investors should take note that certain statements in this report about a fund, including its strategy and expected future performance, are forward-looking. Forward-looking statements are statements that are predictive in nature, depend upon or refer to future events or conditions, or that include words such as “may,” “will,” “should,” “could,” “expect,” “anticipate,” “intend,” “plan,” “believe,” or “estimate” or other similar expressions. Any statement that is made concerning future strategies or performance is also a forward-looking statement. Statements that look forward in time or include anything other than historical information are subject to risks and uncertainties, and actual results, actions or events could differ materially from those set forth in the forward-looking statements.

The forward-looking statements are by their nature based on numerous assumptions, which include, amongst other things, that (i) the Fund can attract and maintain investors and has sufficient capital under management to effect its investment strategies, (ii) the investment strategies will produce the results intended by the portfolio manager, and (iii) the markets will react and perform in a manner consistent with the investment strategies. Although the forward-looking statements contained herein are based upon what the portfolio manager believes to be reasonable assumptions, the portfolio manager cannot assure that actual results will be consistent with these forward-looking statements.

Forward-looking statements are not guarantees of future performance. Any number of factors could contribute to differing results, including, among other things, general economic, political and market factors, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings and catastrophic events. This list of factors is not exhaustive. Investors should not place undue reliance on forward-looking information and should be aware that the Fund may not update any forward-looking statements, whether as a result of new information, future events or otherwise.

RELATED PARTY TRANSACTIONS

The Manager is an indirect wholly-owned subsidiary of Franklin Resources, Inc., a global investment management organization known as Franklin Templeton. The Manager is the manager, registrar and transfer agent and a principal distributor of the Fund. The Manager provides or arranges for the provision of these services for day-to-day Fund operations, including the marketing, promotion and distribution of the Fund and portfolio advisory services. In consideration of these management and portfolio advisory services, the Fund pays the Manager a monthly management fee plus applicable taxes, based on the average net asset value of each series of the Fund (except Series O and OT, as applicable), calculated daily, as set out under Management Fees below. During the year ended December 31, 2019, the Fund paid management fees of \$890,000 (2018—\$1.0 million).

Franklin Templeton Services, LLC (FTS) provides the Manager with fund accounting and portfolio valuation services in connection with the Fund, and provides certain back office administration services to the Manager. The Administration Fee, as discussed below, covers the cost of the services provided by FTS.

The Manager pays the operating expenses of the Fund, other than certain fund costs—which include, but are not limited to, the cost of compliance with new governmental and regulatory requirements, fees and expenses of the Fund's Independent Review Committee (IRC), borrowing and interest costs and investor meeting costs (as permitted by Canadian securities regulation)—in exchange for the payment by the Fund of an annual fixed-rate administration fee of 0.16% plus applicable taxes, applied against the average daily net assets of the Fund ("Administration Fee"), except for Series PA, PF, PFT and PT, which have an annual Administration Fee of 0.15%, and Series O and OT, as applicable, which have no annual Administration Fee. The Manager will pay all operating expenses of Series O and OT, as applicable, as part of its agreement with each investor. The Manager may, at its discretion, waive a portion of a series' Administration Fee or absorb certain fund costs. During the year ended December 31, 2019, the Fund paid Administration Fees of \$99,000 (2018—\$117,000).

During the year ended December 31, 2019, the Manager waived fund costs of \$1,000 (2018—\$1,000). The decision to waive fees or absorb expenses is made at the discretion of the Manager.

As at December 31, 2019, Franklin Bissett Canadian Balanced Fund held 44% of the Fund.

Portfolio Advisor

Franklin Bissett Investment Management (the "Portfolio Advisor"), part of the Manager, provides investment analysis and recommendations and executes or arranges for brokers to execute portfolio transactions.

Principal Distributor

As a principal distributor of the Fund, the Manager markets the Fund and arranges for the sale of the Fund through dealers across Canada. The Manager may retain companies to assist in the sale of certain series of units of the Fund.

The Manager's affiliate, FTC Investor Services Inc. ("FTC ISI"), also acts as a principal distributor for Series F, O, OT, FT, PF and PF (Hedged) units of the Fund, as applicable.

For acting as a principal distributor of the applicable series, FTC ISI receives an inter-company service fee of 0.20% of the assets under management of the applicable series from the Manager with respect to those series of units.

Registrar and Transfer Agent

In addition to management and portfolio advisory services, the Manager acts as the registrar and transfer agent of the Fund. These services are in the normal course of operations and are covered by the Administration Fee paid by the Fund to the Manager.

Independent Review Committee

As required by National Instrument 81-107- Independent Review Committee for Investment Funds ("NI 81-107"), the Manager has established the IRC to review all conflict of interest matters identified and referred to the IRC by the Manager and to give its approval or recommendation, depending on the nature of the conflict of interest matter. Additional information about the IRC is available in the prospectus.

FRANKLIN BISSETT MONTHLY INCOME AND GROWTH FUND
MANAGEMENT REPORT OF FUND PERFORMANCE

MANAGEMENT FEES

A portion of the management fee paid by the Fund to the Manager is for trail fees and sales commissions the Manager pays to dealers (“Dealer Compensation”). The trail fees are a percentage of the daily average net asset value of each series of the Fund, which is held by the dealer’s clients. The remaining portion of the management fee is used to pay for portfolio advisory and administrative services related to the provision of portfolio advisory services. The following table outlines the Fund’s annual management fee, as well as the portion of the management fee used to pay for Dealer Compensation and for portfolio advisory services as an approximate percentage of the management fee for each series:

Series	Management Fee (%)	Dealer Compensation (%)*	Investment management, investment management expenses, and other (%)
A	1.75	90.78	9.22
F	0.75	–	100.00
I	1.35	55.59	44.41
PA	1.65	60.61	39.39
PF	0.65	–	100.00
PFT	0.65	–	100.00
PT	1.65	60.61	39.39
T	1.75	100.00	–

*Dealer compensation may include other fees related to distribution, which are not payable directly to dealers.

The management and administration fees for Series O are paid for by the unitholder directly to the Manager as follows:

- First C\$200,000 to under \$2.5 million.—0.80%
- Next C\$2.5 million to under \$5 million—0.75%
- C\$5 million and over—0.66%

Certain institutional investors may negotiate the management and administration fees by written agreement with Franklin Templeton Investments.

MANAGEMENT REPORT OF FUND PERFORMANCE

Summary of Investment Portfolio (AS AT DECEMBER 31, 2019)

REGIONAL WEIGHTINGS (%)*

North America	96.59
Europe	1.68
Australia & New Zealand	0.35

SECTOR WEIGHTINGS (%)*

Financials	17.52
Energy	7.61
Consumer Staples	7.53
Industrials	7.23
Information Technology	6.37
Health Care	3.62
Utilities	2.68
Consumer Discretionary	2.24
Materials	1.77
Communication Services	1.71
Real Estate	1.01

ASSET CLASS WEIGHTINGS (%)

Common Stocks	55.07
Canadian Corporate Bonds	14.33
Canadian Government Bonds	13.72
Foreign Corporate Bonds	9.43
Preferred Stocks	4.22
Foreign Government Bonds	1.85
Short-term securities and all other assets, net	1.38

TOP 25 HOLDINGS (%)

Brookfield Asset Management Inc., A	2.97
Canadian National Railway Co.	2.62
Canadian Pacific Railway Ltd.	2.36
Apple Inc.	1.91
Royal Bank of Canada	1.90
The Toronto-Dominion Bank	1.59
JPMorgan Chase & Co.	1.54
Fortis Inc.	1.43
Merck & Co. Inc.	1.36
Alimentation Couche-Tard Inc., B	1.35
Microsoft Corp.	1.32
The Procter & Gamble Co.	1.31
Canadian Imperial Bank of Commerce	1.31
CGI Inc., A	1.25
Metro Inc., A	1.24
Cash and cash equivalents**	1.21
Johnson & Johnson	1.20
The Coca-Cola Co.	1.19
McDonald's Corp.	1.19
Enbridge Inc.	1.18
Duke Energy Corp.	1.17
Bank of Montreal	1.12
Bank of Nova Scotia	1.11
Wells Fargo & Co.	1.11
Pfizer Inc.	1.06

TOTAL NET ASSET VALUE: \$135,035,000

* Excluding short-term securities and all other assets, net.

** Cash and cash equivalents may include bonds that have a remaining term to maturity of 365 days or less that are issued by certain governments, supranational agencies or financial institutions and have a "designated rating" (as defined in Canadian securities law).

Above is an outline of the investments held in the Fund as a percentage of the Fund's net assets. Due to ongoing portfolio transactions, the investments and percentages may have changed by the time you purchase units of the Fund. The top 25 holdings are made available quarterly, 60 days after the quarter-end. To obtain a copy, please contact a member of our client services team at 1.800.387.0830 or visit www.franklintempleton.ca.

MANAGEMENT REPORT OF FUND PERFORMANCE

Series A (AS AT DECEMBER 31, 2019)

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 fiscal periods ended December 31.

Net assets per unit (1)	2019	2018	2017	2016	2015
Net assets – beginning of period	\$9.28	\$10.07	\$10.24	\$9.76	\$10.00
Increase (decrease) from operations:					
Total revenue	0.33	0.33	0.39	0.42	0.23
Total expenses	(0.21)	(0.21)	(0.22)	(0.22)	(0.12)
Realized gains (losses) for the period	0.38	0.10	0.14	0.20	0.04
Unrealized gains (losses) for the period	0.56	(0.50)	(0.02)	0.17	(0.10)
Total increase (decrease) from operations (2)	1.06	(0.28)	0.29	0.57	0.05
Distributions:					
From income (excluding dividends)	(0.19)	(0.17)	(0.15)	(0.14)	(0.11)
From dividends	(0.18)	(0.18)	(0.18)	(0.17)	(0.09)
From capital gains	(0.22)	(0.17)	(0.14)	(0.05)	(0.07)
Returns of capital	(0.03)	–	–	–	–
Total annual distributions (3)	(0.62)	(0.52)	(0.47)	(0.36)	(0.27)
Net assets – end of period	\$9.71	\$9.28	\$10.07	\$10.24	\$9.76
Ratios and supplemental data:	2019	2018	2017	2016	2015
Total net asset value (\$ millions) (1)	\$39.04	\$38.47	\$53.55	\$54.13	\$1.26
Number of units outstanding	4,019,418	4,143,415	5,315,917	5,286,488	129,035
Management expense ratio (2)	2.15%	2.15%	2.14%	2.15%	2.20%
Management expense ratio before waivers or absorptions	2.15%	2.15%	2.14%	2.15%	2.20%
Trading expense ratio (3)	0.05%	0.03%	0.03%	0.09%	0.06%
Portfolio turnover rate (4)	88.07%	58.62%	75.90%	128.99%	37.64%
Net asset value per unit	\$9.71	\$9.28	\$10.07	\$10.24	\$9.76

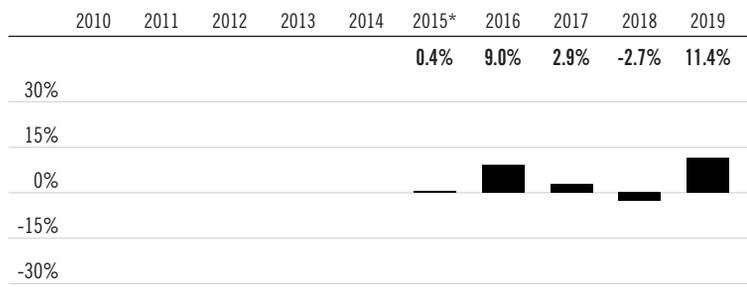
For explanatory notes, please refer to “Explanatory Notes to Financial Highlights” at the end of the section.

PAST PERFORMANCE

The following information assumes that all distributions made by the Fund in the periods shown were reinvested in additional securities of the Fund and does not take into account sales, redemption, distribution or other optional charges that would have reduced returns. Past performance does not necessarily indicate how the Fund will perform in the future.

Year-by-Year Returns

The bar chart shows the Fund's annual performance for each of the years shown, and illustrates how the investment Fund's performance has changed from year to year. In percentage terms, the bar chart indicates how much an investment made on January 1 would have grown or decreased by the December 31 of each year shown.



*2015 Series A return: June 22 to December 31

Annual Compound Returns

The table shows the annual compound total returns for each of the periods shown ended December 31, 2019. The returns are compared against the benchmark(s) over the same period. ‡

	1 Year	3 Years	5 Years	10 Years	Since Inception
Series A Units	11.4%	3.7%	N/A	N/A	4.5%
Custom Franklin Bissett Monthly Income and Growth Fund Benchmark	15.8%	6.9%	N/A	N/A	6.6%
S&P/TSX Composite TR Index	22.9%	6.9%	N/A	N/A	6.4%

‡ For a definition of the benchmark(s), please refer to “Benchmark(s) Information” at the end of the section.

MANAGEMENT REPORT OF FUND PERFORMANCE

Series F (AS AT DECEMBER 31, 2019)

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 fiscal periods ended December 31.

Net assets per unit (1)	2019	2018	2017	2016	2015
Net assets – beginning of period	\$9.65	\$10.36	\$10.41	\$9.82	\$10.00
Increase (decrease) from operations:					
Total revenue	0.35	0.34	0.40	0.42	0.25
Total expenses	(0.11)	(0.11)	(0.11)	(0.11)	(0.06)
Realized gains (losses) for the period	0.41	0.08	0.14	0.18	0.04
Unrealized gains (losses) for the period	0.56	(0.53)	(0.06)	0.26	(0.03)
Total increase (decrease) from operations (2)	1.21	(0.22)	0.37	0.75	0.20
Distributions:					
From income (excluding dividends)	(0.20)	(0.17)	(0.15)	(0.15)	(0.11)
From dividends	(0.19)	(0.19)	(0.18)	(0.17)	(0.09)
From capital gains	(0.23)	(0.18)	(0.14)	(0.05)	(0.07)
Returns of capital	(0.04)	–	–	–	–
Total annual distributions (3)	(0.66)	(0.54)	(0.47)	(0.37)	(0.27)
Net assets – end of period	\$10.21	\$9.65	\$10.36	\$10.41	\$9.82
Ratios and supplemental data:	2019	2018	2017	2016	2015
Total net asset value (\$ millions) (1)	\$1.36	\$1.26	\$2.37	\$1.02	\$0.13
Number of units outstanding	133,323	130,338	228,485	98,371	13,364
Management expense ratio (2)	1.04%	1.05%	1.03%	1.04%	1.07%
Management expense ratio before waivers or absorptions	1.04%	1.05%	1.03%	1.04%	1.07%
Trading expense ratio (3)	0.05%	0.03%	0.03%	0.09%	0.06%
Portfolio turnover rate (4)	88.07%	58.62%	75.90%	128.99%	37.64%
Net asset value per unit	\$10.21	\$9.65	\$10.36	\$10.41	\$9.82

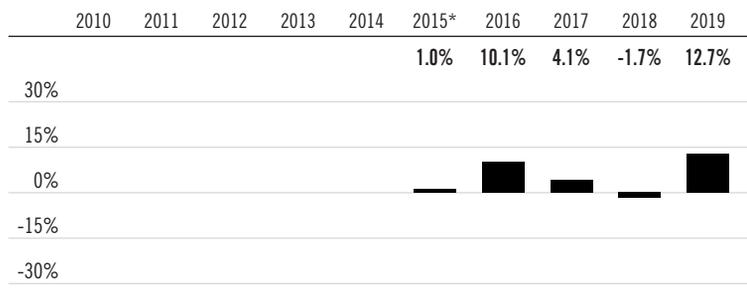
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PAST PERFORMANCE

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Year-by-Year Returns

The bar chart shows the Fund's annual performance for each of the years shown, and illustrates how the investment Fund's performance has changed from year to year. In percentage terms, the bar chart indicates how much an investment made on January 1 would have grown or decreased by the December 31 of each year shown.



*2015 Series F return: June 22 to December 31

Annual Compound Returns

The table shows the annual compound total returns for each of the periods shown ended December 31, 2019. The returns are compared against the benchmark(s) over the same period. ‡

	1 Year	3 Years	5 Years	10 Years	Since Inception
Series F Units	12.7%	4.9%	N/A	N/A	5.7%
Custom Franklin Bissett Monthly Income and Growth Fund Benchmark	15.8%	6.9%	N/A	N/A	6.6%
S&P/TSX Composite TR Index	22.9%	6.9%	N/A	N/A	6.4%

‡ For a definition of the benchmark(s), please refer to “Benchmark(s) Information” at the end of the section.

FRANKLIN BISSETT MONTHLY INCOME AND GROWTH FUND

MANAGEMENT REPORT OF FUND PERFORMANCE

Series I (AS AT DECEMBER 31, 2019)

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 fiscal periods ended December 31.

Net assets per unit (1)	2019	2018	2017	2016	2015
Net assets – beginning of period	\$9.44	\$10.19	\$10.32	\$9.79	\$10.00
Increase (decrease) from operations:					
Total revenue	0.34	0.34	0.40	0.43	0.23
Total expenses	(0.17)	(0.17)	(0.18)	(0.18)	(0.09)
Realized gains (losses) for the period	0.40	0.10	0.15	0.21	0.04
Unrealized gains (losses) for the period	0.49	(0.48)	(0.06)	0.14	(0.11)
Total increase (decrease) from operations (2)	1.06	(0.21)	0.31	0.60	0.07
Distributions:					
From income (excluding dividends)	(0.20)	(0.17)	(0.15)	(0.15)	(0.11)
From dividends	(0.18)	(0.19)	(0.18)	(0.17)	(0.09)
From capital gains	(0.22)	(0.17)	(0.14)	(0.05)	(0.07)
Returns of capital	(0.03)	–	–	–	–
Total annual distributions (3)	(0.63)	(0.53)	(0.47)	(0.37)	(0.27)
Net assets – end of period	\$9.92	\$9.44	\$10.19	\$10.32	\$9.79
Ratios and supplemental data:	2019	2018	2017	2016	2015
Total net asset value (\$ millions) (1)	\$2.96	\$1.80	\$2.51	\$3.51	\$–*
Number of units outstanding	298,641	190,895	246,377	340,388	500
Management expense ratio (2)	1.70%	1.71%	1.72%	1.72%	1.74%
Management expense ratio before waivers or absorptions	1.70%	1.71%	1.72%	1.72%	1.74%
Trading expense ratio (3)	0.05%	0.03%	0.03%	0.09%	0.06%
Portfolio turnover rate (4)	88.07%	58.62%	75.90%	128.99%	37.64%
Net asset value per unit	\$9.92	\$9.44	\$10.19	\$10.32	\$9.79

For explanatory notes, please refer to “Explanatory Notes to Financial Highlights” at the end of the section.

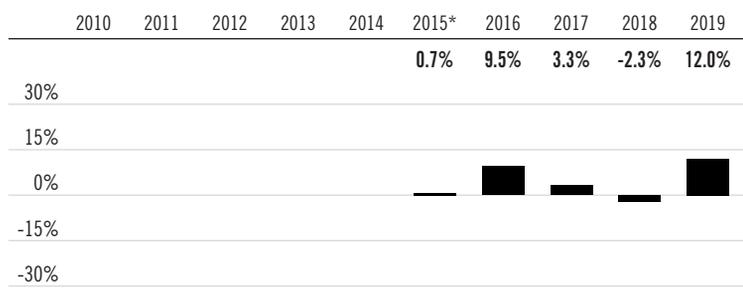
*Amount rounded to zero in the nearest million.

PAST PERFORMANCE

The following information assumes that all distributions made by the Fund in the periods shown were reinvested in additional securities of the Fund and does not take into account sales, redemption, distribution or other optional charges that would have reduced returns. Past performance does not necessarily indicate how the Fund will perform in the future.

Year-by-Year Returns

The bar chart shows the Fund's annual performance for each of the years shown, and illustrates how the investment Fund's performance has changed from year to year. In percentage terms, the bar chart indicates how much an investment made on January 1 would have grown or decreased by the December 31 of each year shown.



*2015 Series I return: June 22 to December 31

Annual Compound Returns

The table shows the annual compound total returns for each of the periods shown ended December 31, 2019. The returns are compared against the benchmark(s) over the same period.‡

	1 Year	3 Years	5 Years	10 Years	Since Inception
Series I Units	12.0%	4.2%	N/A	N/A	5.0%
Custom Franklin Bissett Monthly Income and Growth Fund Benchmark	15.8%	6.9%	N/A	N/A	6.6%
S&P/TSX Composite TR Index	22.9%	6.9%	N/A	N/A	6.4%

‡ For a definition of the benchmark(s), please refer to “Benchmark(s) Information” at the end of the section.

FRANKLIN BISSETT MONTHLY INCOME AND GROWTH FUND

MANAGEMENT REPORT OF FUND PERFORMANCE

Series O (AS AT DECEMBER 31, 2019)

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 fiscal periods ended December 31.

Net assets per unit (1)	2019	2018	2017	2016	2015
Net assets – beginning of period	\$10.01	\$10.63	\$10.58	\$9.87	\$10.00
Increase (decrease) from operations:					
Total revenue	0.36	0.36	0.41	0.42	0.23
Total expenses	–	–	–	–	–
Realized gains (losses) for the period	0.42	0.12	0.15	0.16	0.04
Unrealized gains (losses) for the period	0.61	(0.54)	(0.02)	0.39	(0.11)
Total increase (decrease) from operations (2)	1.39	(0.06)	0.54	0.97	0.16
Distributions:					
From income (excluding dividends)	(0.21)	(0.18)	(0.15)	(0.15)	(0.11)
From dividends	(0.19)	(0.19)	(0.19)	(0.17)	(0.10)
From capital gains	(0.24)	(0.18)	(0.14)	(0.05)	(0.07)
Returns of capital	(0.04)	–	–	–	–
Total annual distributions (3)	(0.68)	(0.55)	(0.48)	(0.37)	(0.28)
Net assets – end of period	\$10.70	\$10.01	\$10.63	\$10.58	\$9.87
Ratios and supplemental data:	2019	2018	2017	2016	2015
Total net asset value (\$ millions) (1)	\$74.66	\$80.70	\$81.92	\$75.48	\$30.32
Number of units outstanding	6,977,728	8,061,240	7,706,684	7,137,507	3,070,864
Management expense ratio (2)	–	–	–	–	–
Management expense ratio before waivers or absorptions	–	–	–	–	–
Trading expense ratio (3)	0.05%	0.03%	0.03%	0.09%	0.06%
Portfolio turnover rate (4)	88.07%	58.62%	75.90%	128.99%	37.64%
Net asset value per unit	\$10.70	\$10.01	\$10.63	\$10.58	\$9.87

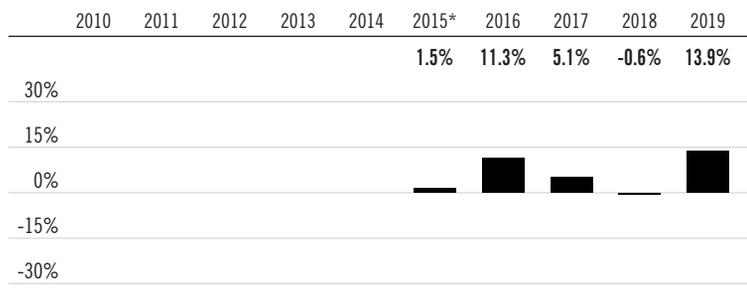
For explanatory notes, please refer to “Explanatory Notes to Financial Highlights” at the end of the section.

PAST PERFORMANCE

The following information assumes that all distributions made by the Fund in the periods shown were reinvested in additional securities of the Fund and does not take into account sales, redemption, distribution or other optional charges that would have reduced returns. Past performance does not necessarily indicate how the Fund will perform in the future.

Year-by-Year Returns

The bar chart shows the Fund's annual performance for each of the years shown, and illustrates how the investment Fund's performance has changed from year to year. In percentage terms, the bar chart indicates how much an investment made on January 1 would have grown or decreased by the December 31 of each year shown.



*2015 Series O return: June 22 to December 31

Annual Compound Returns

The table shows the annual compound total returns for each of the periods shown ended December 31, 2019. The returns are compared against the benchmark(s) over the same period. ‡

	1 Year	3 Years	5 Years	10 Years	Since Inception
Series O Units	13.9%	6.0%	N/A	N/A	6.8%
Custom Franklin Bissett Monthly Income and Growth Fund Benchmark	15.8%	6.9%	N/A	N/A	6.6%
S&P/TSX Composite TR Index	22.9%	6.9%	N/A	N/A	6.4%

‡ For a definition of the benchmark(s), please refer to “Benchmark(s) Information” at the end of the section.

MANAGEMENT REPORT OF FUND PERFORMANCE

Series PA (AS AT DECEMBER 31, 2019)

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 fiscal period ended December 31.

Net assets per unit (1)	2019
Net assets - initial offering price*	\$10.00
Increase (decrease) from operations:	
Total revenue	0.33
Total expenses	(0.19)
Realized gains (losses) for the period	0.45
Unrealized gains (losses) for the period	0.34
Total increase (decrease) from operations (2)	0.93
Distributions:	
From income (excluding dividends)	(0.20)
From dividends	(0.19)
From capital gains	(0.23)
Returns of capital	(0.04)
Total annual distributions (3)	(0.66)
Net assets – end of period	\$10.29
Ratios and supplemental data:	2019
Total net asset value (\$ millions) (1)	\$9.26
Number of units outstanding	900,240
Management expense ratio (2)	2.00%
Management expense ratio before waivers or absorptions	2.00%
Trading expense ratio (3)	0.05%
Portfolio turnover rate (4)	88.07%
Net asset value per unit	\$10.29

For explanatory notes, please refer to "Explanatory Notes to Financial Highlights" at the end of the section.

*The Series was launched on January 25, 2019.

PAST PERFORMANCE

The following information assumes that all distributions made by the Fund in the periods shown were reinvested in additional securities of the Fund and does not take into account sales, redemption, distribution or other optional charges that would have reduced returns. Past performance does not necessarily indicate how the Fund will perform in the future.

Year-by-Year Returns

The bar chart shows the Fund's annual performance for each of the years shown, and illustrates how the investment Fund's performance has changed from year to year. In percentage terms, the bar chart indicates how much an investment made on January 1 would have grown or decreased by the December 31 of each year shown.

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019*
										9.6%
30%										
15%										
0%										
-15%										
-30%										

*2019 Series PA return: January 25 to December 31

Annual Compound Returns

The table shows the annual compound total returns for each of the periods shown ended December 31, 2019. The returns are compared against the benchmark(s) over the same period.‡

	1 Year	3 Years	5 Years	10 Years	Since Inception
Series PA Units	N/A	N/A	N/A	N/A	9.6%
Custom Franklin Bissett Monthly Income and Growth Fund Benchmark	N/A	N/A	N/A	N/A	12.2%
S&P/TSX Composite TR Index	N/A	N/A	N/A	N/A	14.4%

‡ For a definition of the benchmark(s), please refer to "Benchmark(s) Information" at the end of the section.

FRANKLIN BISSETT MONTHLY INCOME AND GROWTH FUND

MANAGEMENT REPORT OF FUND PERFORMANCE

Series PF (AS AT DECEMBER 31, 2019)

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 fiscal periods ended December 31.

Net assets per unit (1)	2019	2018	2017	2016	2015
Net assets – beginning of period	\$9.70	\$10.39	\$10.43	\$9.83	\$10.00
Increase (decrease) from operations:					
Total revenue	0.35	0.34	0.40	0.44	0.27
Total expenses	(0.09)	(0.09)	(0.10)	(0.09)	(0.05)
Realized gains (losses) for the period	0.40	0.09	0.14	0.26	0.08
Unrealized gains (losses) for the period	0.62	(0.57)	(0.02)	0.53	(0.14)
Total increase (decrease) from operations (2)	1.28	(0.23)	0.42	1.14	0.16
Distributions:					
From income (excluding dividends)	(0.20)	(0.17)	(0.15)	(0.15)	(0.11)
From dividends	(0.19)	(0.19)	(0.18)	(0.17)	(0.09)
From capital gains	(0.23)	(0.18)	(0.14)	(0.05)	(0.07)
Returns of capital	(0.04)	–	–	–	–
Total annual distributions (3)	(0.66)	(0.54)	(0.47)	(0.37)	(0.27)
Net assets – end of period	\$10.27	\$9.70	\$10.39	\$10.43	\$9.83
Ratios and supplemental data:	2019	2018	2017	2016	2015
Total net asset value (\$ millions) (1)	\$2.73	\$3.04	\$5.93	\$4.68	\$0.07
Number of units outstanding	266,050	313,557	570,314	448,336	7,130
Management expense ratio (2)	0.89%	0.90%	0.91%	0.90%	0.91%
Management expense ratio before waivers or absorptions	0.89%	0.90%	0.91%	0.90%	0.91%
Trading expense ratio (3)	0.05%	0.03%	0.03%	0.09%	0.06%
Portfolio turnover rate (4)	88.07%	58.62%	75.90%	128.99%	37.64%
Net asset value per unit	\$10.27	\$9.70	\$10.39	\$10.43	\$9.83

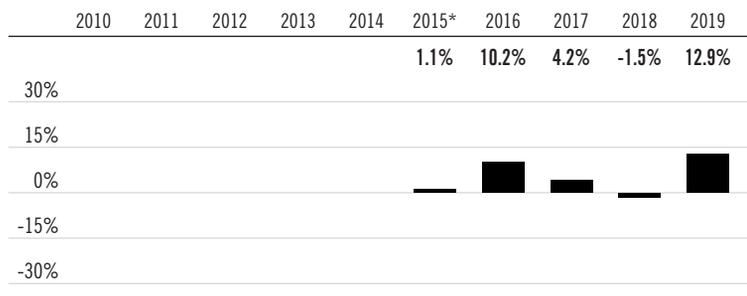
For explanatory notes, please refer to “Explanatory Notes to Financial Highlights” at the end of the section.

PAST PERFORMANCE

The following information assumes that all distributions made by the Fund in the periods shown were reinvested in additional securities of the Fund and does not take into account sales, redemption, distribution or other optional charges that would have reduced returns. Past performance does not necessarily indicate how the Fund will perform in the future.

Year-by-Year Returns

The bar chart shows the Fund's annual performance for each of the years shown, and illustrates how the investment Fund's performance has changed from year to year. In percentage terms, the bar chart indicates how much an investment made on January 1 would have grown or decreased by the December 31 of each year shown.



*2015 Series PF return: June 22 to December 31

Annual Compound Returns

The table shows the annual compound total returns for each of the periods shown ended December 31, 2019. The returns are compared against the benchmark(s) over the same period. ‡

	1 Year	3 Years	5 Years	10 Years	Since Inception
Series PF Units	12.9%	5.0%	N/A	N/A	5.8%
Custom Franklin Bissett Monthly Income and Growth Fund Benchmark	15.8%	6.9%	N/A	N/A	6.6%
S&P/TSX Composite TR Index	22.9%	6.9%	N/A	N/A	6.4%

‡ For a definition of the benchmark(s), please refer to “Benchmark(s) Information” at the end of the section.

FRANKLIN BISSETT MONTHLY INCOME AND GROWTH FUND

MANAGEMENT REPORT OF FUND PERFORMANCE

Series PFT (AS AT DECEMBER 31, 2019)

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 fiscal periods ended December 31.

Net assets per unit (1)	2019	2018	2017	2016
Net assets – beginning of period	\$13.16	\$14.50	\$15.02	\$15.00
Increase (decrease) from operations:				
Total revenue	0.47	0.46	0.57	0.17
Total expenses	(0.13)	(0.13)	(0.14)	(0.03)
Realized gains (losses) for the period	0.49	0.13	0.18	0.07
Unrealized gains (losses) for the period	0.31	(0.49)	(0.04)	0.05
Total increase (decrease) from operations (2)	1.14	(0.03)	0.57	0.26
Distributions:				
From income (excluding dividends)	(0.27)	(0.24)	(0.21)	(0.02)
From dividends	(0.25)	(0.26)	(0.26)	(0.02)
From capital gains	(0.30)	(0.24)	(0.20)	(0.08)
Returns of capital	(0.38)	(0.39)	(0.47)	(0.11)
Total annual distributions (3)	(1.20)	(1.13)	(1.14)	(0.23)
Net assets – end of period	\$13.60	\$13.16	\$14.50	\$15.02
Ratios and supplemental data:	2019	2018	2017	2016
Total net asset value (\$ millions) (1)	\$0.29	\$0.06	\$0.38	\$0.12
Number of units outstanding	21,216	4,352	26,221	7,759
Management expense ratio (2)	0.92%	0.92%	0.92%	0.90%
Management expense ratio before waivers or absorptions	0.92%	0.92%	0.92%	0.90%
Trading expense ratio (3)	0.05%	0.03%	0.03%	0.09%
Portfolio turnover rate (4)	88.07%	58.62%	75.90%	128.99%
Net asset value per unit	\$13.60	\$13.16	\$14.50	\$15.02

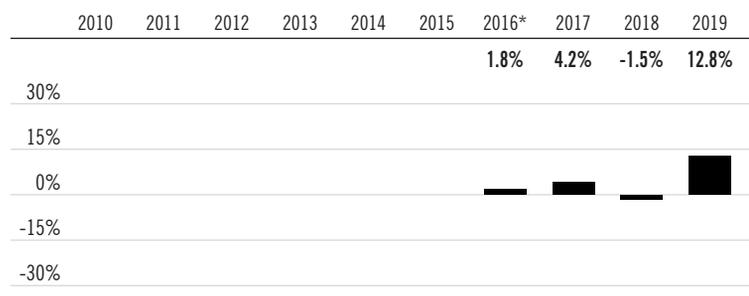
For explanatory notes, please refer to "Explanatory Notes to Financial Highlights" at the end of the section.

PAST PERFORMANCE

The following information assumes that all distributions made by the Fund in the periods shown were reinvested in additional securities of the Fund and does not take into account sales, redemption, distribution or other optional charges that would have reduced returns. Past performance does not necessarily indicate how the Fund will perform in the future.

Year-by-Year Returns

The bar chart shows the Fund's annual performance for each of the years shown, and illustrates how the investment Fund's performance has changed from year to year. In percentage terms, the bar chart indicates how much an investment made on January 1 would have grown or decreased by the December 31 of each year shown.



*2016 Series PFT return: October 3 to December 31

Annual Compound Returns

The table shows the annual compound total returns for each of the periods shown ended December 31, 2019. The returns are compared against the benchmark(s) over the same period.‡

	1 Year	3 Years	5 Years	10 Years	Since Inception
Series PFT Units	12.8%	5.0%	N/A	N/A	5.2%
Custom Franklin Bissett Monthly Income and Growth Fund Benchmark	15.8%	6.9%	N/A	N/A	6.9%
S&P/TSX Composite TR Index	22.9%	6.9%	N/A	N/A	7.9%

‡ For a definition of the benchmark(s), please refer to "Benchmark(s) Information" at the end of the section.

FRANKLIN BISSETT MONTHLY INCOME AND GROWTH FUND

MANAGEMENT REPORT OF FUND PERFORMANCE

Series PT (AS AT DECEMBER 31, 2019)

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 fiscal period ended December 31.

Net assets per unit (1)	2019
Net assets - initial offering price*	\$15.00
Increase (decrease) from operations:	
Total revenue	0.48
Total expenses	(0.29)
Realized gains (losses) for the period	0.67
Unrealized gains (losses) for the period	0.51
Total increase (decrease) from operations (2)	1.37
Distributions:	
From income (excluding dividends)	(0.30)
From dividends	(0.28)
From capital gains	(0.34)
Returns of capital	(0.45)
Total annual distributions (3)	(1.37)
Net assets – end of period	\$15.04
Ratios and supplemental data:	2019
Total net asset value (\$ millions) (1)	\$1.75
Number of units outstanding	116,149
Management expense ratio (2)	1.98%
Management expense ratio before waivers or absorptions	1.98%
Trading expense ratio (3)	0.05%
Portfolio turnover rate (4)	88.07%
Net asset value per unit	\$15.04

For explanatory notes, please refer to "Explanatory Notes to Financial Highlights" at the end of the section.

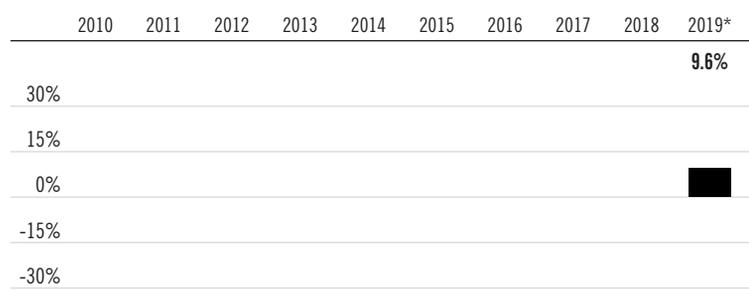
*The Series was launched on January 25, 2019.

PAST PERFORMANCE

The following information assumes that all distributions made by the Fund in the periods shown were reinvested in additional securities of the Fund and does not take into account sales, redemption, distribution or other optional charges that would have reduced returns. Past performance does not necessarily indicate how the Fund will perform in the future.

Year-by-Year Returns

The bar chart shows the Fund's annual performance for each of the years shown, and illustrates how the investment Fund's performance has changed from year to year. In percentage terms, the bar chart indicates how much an investment made on January 1 would have grown or decreased by the December 31 of each year shown.



*2019 Series PT return: January 25 to December 31

Annual Compound Returns

The table shows the annual compound total returns for each of the periods shown ended December 31, 2019. The returns are compared against the benchmark(s) over the same period.‡

	1 Year	3 Years	5 Years	10 Years	Since Inception
Series PT Units	N/A	N/A	N/A	N/A	9.6%
Custom Franklin Bissett Monthly Income and Growth Fund Benchmark	N/A	N/A	N/A	N/A	12.2%
S&P/TSX Composite TR Index	N/A	N/A	N/A	N/A	14.4%

‡ For a definition of the benchmark(s), please refer to "Benchmark(s) Information" at the end of the section.

MANAGEMENT REPORT OF FUND PERFORMANCE

Series T (AS AT DECEMBER 31, 2019)

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 fiscal periods ended December 31.

Net assets per unit (1)	2019	2018	2017	2016	2015
Net assets – beginning of period	\$12.56	\$14.02	\$14.71	\$14.43	\$15.00
Increase (decrease) from operations:					
Total revenue	0.45	0.46	0.56	0.61	0.33
Total expenses	(0.28)	(0.29)	(0.31)	(0.32)	(0.17)
Realized gains (losses) for the period	0.46	0.14	0.21	0.30	0.06
Unrealized gains (losses) for the period	0.92	(0.73)	(0.06)	0.15	(0.16)
Total increase (decrease) from operations (2)	1.55	(0.42)	0.40	0.74	0.06
Distributions:					
From income (excluding dividends)	(0.26)	(0.23)	(0.21)	(0.21)	(0.16)
From dividends	(0.24)	(0.25)	(0.25)	(0.25)	(0.14)
From capital gains	(0.29)	(0.23)	(0.19)	(0.08)	(0.11)
Returns of capital	(0.37)	(0.38)	(0.46)	(0.42)	(0.21)
Total annual distributions (3)	(1.16)	(1.09)	(1.11)	(0.96)	(0.62)
Net assets – end of period	\$12.82	\$12.56	\$14.02	\$14.71	\$14.43
Ratios and supplemental data:	2019	2018	2017	2016	2015
Total net asset value (\$ millions) (1)	\$2.98	\$4.00	\$4.83	\$5.22	\$–*
Number of units outstanding	232,635	318,020	344,635	354,457	337
Management expense ratio (2)	2.16%	2.15%	2.15%	2.14%	2.20%
Management expense ratio before waivers or absorptions	2.16%	2.15%	2.15%	2.14%	2.20%
Trading expense ratio (3)	0.05%	0.03%	0.03%	0.09%	0.06%
Portfolio turnover rate (4)	88.07%	58.62%	75.90%	128.99%	37.64%
Net asset value per unit	\$12.82	\$12.56	\$14.02	\$14.71	\$14.43

For explanatory notes, please refer to “Explanatory Notes to Financial Highlights” at the end of the section.

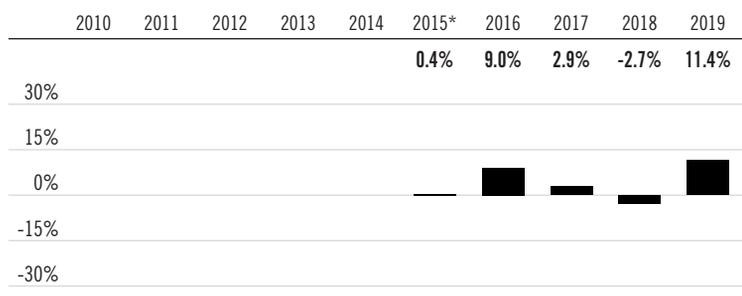
*Amount rounded to zero in the nearest million.

PAST PERFORMANCE

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Year-by-Year Returns

The bar chart shows the Fund's annual performance for each of the years shown, and illustrates how the investment Fund's performance has changed from year to year. In percentage terms, the bar chart indicates how much an investment made on January 1 would have grown or decreased by the December 31 of each year shown.



*2015 Series T return: June 22 to December 31

Annual Compound Returns

The table shows the annual compound total returns for each of the periods shown ended December 31, 2019. The returns are compared against the benchmark(s) over the same period.‡

	1 Year	3 Years	5 Years	10 Years	Since Inception
Series T Units	11.4%	3.7%	N/A	N/A	4.5%
Custom Franklin Bissett Monthly Income and Growth Fund Benchmark	15.8%	6.9%	N/A	N/A	6.6%
S&P/TSX Composite TR Index	22.9%	6.9%	N/A	N/A	6.4%

‡ For a definition of the benchmark(s), please refer to “Benchmark(s) Information” at the end of the section.

NOTES TO FINANCIAL HIGHLIGHTS

Net Assets per Unit:

- (1) This information is derived from the Fund's audited annual financial statements. In the period a fund or series is established, the financial information is provided from the date of inception to the end of the period. In cases where the net assets per unit presented in the financial statements differ from the net asset value calculated for Fund pricing purposes, an explanation of these differences can be found in the notes to the financial statements.
- (2) Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/(decrease) in net assets from operations is based on the weighted average number of units outstanding over the fiscal period. This table is not intended to be a reconciliation of opening and closing net assets per unit.
- (3) Distributions were paid in cash or reinvested in additional units of the Fund or both, and exclude distributions of management fee reductions to unitholders.

Ratios and Supplemental Data:

- (1) This information is provided as at the period-end of the year shown.
- (2) Management expense ratio is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.
- (3) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of net asset value during the period.
- (4) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling each security in its portfolio once in the course of the relevant period. The higher the portfolio turnover rate in the period, the greater the trading costs payable by the Fund and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Fund.

OTHER FUND INFORMATION

Reported year-by-year returns for past years may be revised, based on the results of recalculations, audits and/or other historical review processes. Such revisions are considered immaterial to performance disclosure unless otherwise stated.

Series I and V, as applicable, are presently capped (closed to new investors). Investors who currently own units of Series I and Series V may continue to purchase additional units in those series. These series may become available for purchase by new investors at the discretion of the Manager.

BENCHMARK(S) INFORMATION

Custom Franklin Bissett Monthly Income and Growth Fund Benchmark is a blended index composed of the FTSE Canada Universe Bond Index (45%), S&P/TSX Composite Total Return Index (35%) and S&P 500 Total Return Index (20%).

S&P/TSX Composite Total Return Index measures the total return (dividends are reinvested) of the 300 largest Canadian companies, in terms of three-year average quoted market value, listed on the TSX.