



CC&L Core Income and Growth Fund

Interim Management Report of Fund Performance

For the period ended
June 30, 2022

This interim management report of fund performance contains financial highlights but does not contain either the interim financial report or the complete annual financial statements of the investment fund. You can get a copy of the annual financial statements at your request, and at no cost, by calling us directly at 1.800.939.9674, by writing to us at 1400 – 130 King St. W., P.O. Box 240, Toronto, ON, M5X 1C8 or by visiting our website at www.cclfundsinc.com, or SEDAR at www.sedar.com.

Security holders may also contact us using one of these methods to request a copy of the investment fund's interim financial report, proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

Results of Operations

At June 30, 2022, CC&L Core Income and Growth Fund (the “Fund”) held \$132.3 million in total net assets. During the period, investors in Series A units in the Fund experienced a return of -10.38%. The blended benchmark for the Fund (50% S&P/TSX Composite Index, 25% S&P/TSX Capped REIT Index, 25% FTSE Canada All Corporate Bond Index) returned -12.01% over the period. The performance of the different series within the funds will vary due to the differences in their expense structures. For specific returns by series, please refer to the “Past Performance” section of this report.

In the first half of 2022, our economic growth expectations declined materially, albeit off high levels. As geopolitical tensions rose and China COVID-19 lockdowns exacerbated inflation trends, central banks looked to tame inflation by more aggressively raising interest rates which had negative consequences on economic growth. This led to recession fears amongst investors and volatile equity markets ensued. The S&P/TSX Composite has declined but held up better than most major equity indices due to a higher exposure to commodities. Commodity prices, economic growth concerns and central banks’ monetary policies drove market leadership. Energy and materials were the strongest-performing sector in the first half of 2022. Excluding commodities, defensive sectors, on average, outperformed cyclical sectors reflecting the growth concerns. Communication services, consumer staples and utilities all outperformed the index. The rapid increase in interest rates caused growth stocks to underperform value stocks. As a result, information technology, which includes high-growth software companies, was the weakest-performing sector. Rising energy prices and interest rates negatively impacted consumers’ expected future ability to spend. As a result, consumer discretionary companies also underperformed.

The investment objectives of the Fund’s strategy is to maximize long-term total return while protecting the capital value of the portfolio from major market fluctuations and deliver a dividend yield higher than the benchmark. During the first half of 2022, the portfolio delivered a negative return but outperformed the benchmark. Stock and sector positioning in the equity portion of the portfolio drove the outperformance while the asset mix positioning of overweight equities and underweight fixed income detracted slightly. Within the equity portion of the portfolio, the majority of sector exposures added value. This portfolio focuses on mature, stable, dividend-paying companies which typically leads to more defensive positioning than the broader Canadian equity market. This positioning was well rewarded as the underweight positions to cyclical sectors such as technology and overweight positions to defensive sectors such as communication services, utilities and consumer staples contributed positively. Stock picking within financials also contributed positively. Within financials, the overweight positions in property & casualty insurers such as Intact and Definity contributed positively. On the negative side, energy stocks continued to outperform and the sector underweight detracted value over this time period.

Recent Developments

Economic growth expectations were at above-average levels to start 2022, but have fallen significantly since that time. Looking ahead, some economic indicators point to recession, including weak consumer confidence, an inverted yield curve and slowing new business orders. On the positive side, however, consumer and business balance sheets, as well as the employment picture, remain strong. We believe the likelihood of a recession has moved higher and economic activity will slow materially over the next 12 months.

Year-to-date, the Canadian equity market price decline has been driven by multiple contraction, while earnings expectations actually increased. The S&P/TSX Composite Index's valuation multiple has fallen to levels similar to past recessions and periods of slowing economic growth. Our outlook for equity markets is predicated on our earnings outlook. This is a challenging environment for companies as inflation will drive costs higher, while central banks' efforts to slow economic growth will negatively impact companies' revenues. In our view, earnings estimates are currently too high and we expect downward earnings revisions to negatively impact equity markets in the second half of the year. The equity market likely won't reach its low until earnings expectations are adjusted to reflect lower levels of economic activity. Given this challenging backdrop, we also expect financial market volatility to remain high.

In terms of trading activity, we continued to position the portfolio for slowing economic growth and high inflation during the second quarter. We strive to own companies with the resilience to deliver earnings growth through this challenging macroeconomic backdrop. Throughout the quarter, we reduced our positions in companies that are more tied to economic growth, while adding to our positions in more defensive businesses. This shift toward stability occurred at the sector and individual holding levels. For example, within financials, we purchased property and casualty insurers, while reducing our positions in banks and life insurers.

Caution regarding forward-looking statements

Certain portions of this report, including, but not limited to, “Results of Operations” and “Recent Developments”, may contain forward looking statements including, but not limited to, statements relating to the Fund, its strategy, risks, expected performance and condition. The use of any of the words “anticipate”, “may”, “will”, “expect”, “estimate”, “should”, “believe” and similar expressions are intended to identify forward-looking statements. In addition, any statement that is predictive in nature, that depends upon or refers to future events or conditions, or that may be made concerning future performance, strategies or prospects, and possible future action to be made by the Fund, the Manager and the Fund’s portfolio manager, is also a forward-looking statement.

Such statements reflect the opinion of CFI and the Fund’s portfolio manager, Connor, Clark & Lunn Investment Management Ltd., regarding factors that might be reasonably expected to affect the performance and the distributions on units of the Fund, and are based on current expectations and projections about future general economic, political and relevant market factors, such as interest rates, foreign exchange rates, equity and capital markets, regulatory framework and the general business environment and other relevant information available at the time of this report. Changes in these factors may cause actual results to differ materially from the forward-looking information.

CFI believes that the expectations reflected in these forward-looking statements and in the analysis are reasonable, but no assurance can be given that these expectations or the analysis will prove to be correct and accordingly they should not be unduly relied on. These statements speak only as of the date of this report. Actual events and outcomes may differ materially from those described in these forward-looking statements.

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 any undue reliance on forward-looking statements. Further, you should be aware of the fact that there is no specific intention of updating any forward-looking statements contained therein whether as a result of new information, future events or otherwise.

Related Party Transactions

CFI is affiliated with Connor, Clark & Lunn Financial Group Ltd. As disclosed in the prospectus and annual information form, the portfolio manager retained by the Fund, Connor, Clark & Lunn Investment Management Ltd., is also affiliated with Connor, Clark & Lunn Financial Group Ltd. During the period ended June 30, 2022, no additions or deletions were made to the portfolio managers providing services to the Fund.

As Manager, CFI receives management fees with respect to the day-to-day business and operations of the Fund, calculated based on the net asset value of each respective series of units of the Fund, as described in the section entitled “Management Fees”. These management fees are charged in the normal course of business and are measured at their exchange amount, which approximates that of an arm’s length transaction.

Recommendations or reports by the Independent Review Committee

The Independent Review Committee tabled no special reports and made no reportable material recommendations to the manager of the Fund during the period ended June 30, 2022.

FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the past five years. The information is derived from the Fund's unaudited interim financial statements and audited annual financial statements.

The Fund's Net Assets Attributable to Holders of Redeemable Units per Unit⁽¹⁾

Series A	Jun 30'22	Dec 31'21	Dec 31'20	Dec 31'19	Dec 31'18	Dec 31'17
Net Assets, beginning of year⁽¹⁾	\$35.06	\$31.01	\$31.30	\$28.32	\$30.83	\$30.73
Increase (decrease) from operations:						
Total revenues	0.45	0.89	0.97	0.91	0.90	0.93
Total expenses	(0.38)	(0.75)	(0.70)	(0.74)	(0.73)	(0.71)
Realized gains (losses) for the period	1.22	0.89	0.20	1.08	1.77	1.20
Unrealized gains (losses) for the period	(4.86)	4.33	0.10	3.06	(3.15)	(0.05)
Total increase (decrease) from operations⁽²⁾	(3.57)	5.36	0.57	4.31	(1.21)	1.37
Distributions:						
From net investment income (excluding dividends)	-	-	-	-	-	-
From dividends	(0.65)	(0.31)	(0.46)	(0.32)	(0.28)	(0.29)
From capital gains	-	-	-	-	-	-
Return of capital	-	(1.00)	(0.85)	(0.99)	(1.03)	(1.02)
Total distributions^(2,3,4)	(0.65)	(1.31)	(1.31)	(1.31)	(1.31)	(1.31)
Net assets at June 30 or December 31 of year shown^(1,2)	\$30.81	\$35.06	\$31.01	\$31.30	\$28.32	\$30.83

Series A inception date: June 13, 2012

Series C	Jun 30'22	Dec 31'21	Dec 31'20	Dec 31'19	Dec 31'18	Dec 31'17
Net Assets, beginning of year⁽¹⁾	\$36.89	\$32.44	\$32.51	\$29.24	\$31.68	\$31.41
Increase (decrease) from operations:						
Total revenues	0.47	0.93	1.01	0.94	0.93	0.95
Total expenses	(0.34)	(0.66)	(0.56)	(0.62)	(0.63)	(0.61)
Realized gains (losses) for the period	1.21	0.94	0.20	1.11	1.82	1.25
Unrealized gains (losses) for the period	(4.65)	4.52	0.42	3.24	(3.23)	(0.05)
Total increase (decrease) from operations⁽²⁾	(3.31)	5.73	1.07	4.67	(1.11)	1.54
Distributions:						
From net investment income (excluding dividends)	-	-	-	-	-	-
From dividends	(0.65)	(0.31)	(0.46)	(0.32)	(0.28)	(0.29)
From capital gains	-	-	-	-	-	-
Return of capital	-	(1.00)	(0.85)	(0.99)	(1.03)	(1.02)
Total distributions^(2,3,4)	(0.65)	(1.31)	(1.31)	(1.31)	(1.31)	(1.31)
Net assets at June 30 or December 31 of year shown^(1,2)	\$32.51	\$36.89	\$32.44	\$32.51	\$29.24	\$31.68

Series C inception date: June 4, 2012

Series F	Jun 30'22	Dec 31'21	Dec 31'20	Dec 31'19	Dec 31'18	Dec 31'17
Net Assets, beginning of year⁽¹⁾	\$39.61	\$34.51	\$34.33	\$30.62	\$32.88	\$32.34
Increase (decrease) from operations:						
Total revenues	0.51	0.99	1.07	0.99	0.97	0.99
Total expenses	(0.24)	(0.45)	(0.43)	(0.44)	(0.43)	(0.40)
Realized gains (losses) for the period	1.40	0.98	0.21	1.19	1.88	1.27
Unrealized gains (losses) for the period	(5.68)	4.88	0.56	3.19	(3.43)	0.01
Total increase (decrease) from operations⁽²⁾	(4.01)	6.40	1.41	4.93	(1.01)	1.87
Distributions:						
From net investment income (excluding dividends)	-	-	-	-	-	-
From dividends	(0.65)	(0.31)	(0.46)	(0.32)	(0.28)	(0.29)
From capital gains	-	-	-	-	-	-
Return of capital	-	(1.00)	(0.85)	(0.99)	(1.03)	(1.02)
Total distributions^(2,3,4)	(0.65)	(1.31)	(1.31)	(1.31)	(1.31)	(1.31)
Net assets at June 30 or December 31 of year shown^(1,2)	\$35.07	\$39.61	\$34.51	\$34.33	\$30.62	\$32.88

Series F inception date: June 19, 2012

(1) This information is derived from the Fund's unaudited interim financial statements and audited annual financial statements prepared in accordance with International Financial Reporting Standards ("IFRS").

(2) Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase or decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not meant to be a reconciliation of beginning to ending net assets per share.

(3) The allocation of distributions between income and dividends is an estimate and may not reflect amounts distributed for tax purposes.

(4) Distributions were issued to unitholders by way of a combination of both cash payments and reinvestments in additional units of the Fund.

FINANCIAL HIGHLIGHTS

Ratios & Supplemental Data:

Series A	Jun 30'22	Dec 31'21	Dec 31'20	Dec 31'19	Dec 31'18	Dec 31'17
Total net asset value ('000s) ⁽¹⁾	\$48,243	\$58,292	\$53,774	\$63,568	\$56,361	\$76,444
Number of units outstanding ⁽¹⁾	1,565,997	1,662,524	1,734,063	2,030,804	1,990,459	2,479,366
Management expense ratio ⁽²⁾	2.22%	2.19%	2.23%	2.28%	2.31%	2.27%
Management expense ratio before waivers or absorptions ⁽³⁾	2.22%	2.19%	2.23%	2.28%	2.31%	2.27%
Portfolio turnover rate ⁽⁴⁾	21.80%	19.86%	41.82%	50.84%	57.99%	41.29%
Trading expense ratio ⁽⁵⁾	0.04%	0.02%	0.06%	0.04%	0.06%	0.06%
Net asset value per unit	\$30.81	\$35.06	\$31.01	\$31.30	\$28.32	\$30.83

Series A inception date: June 13, 2012

Series C	Jun 30'22	Dec 31'21	Dec 31'20	Dec 31'19	Dec 31'18	Dec 31'17
Total net asset value ('000s) ⁽¹⁾	\$8,782	\$15,777	\$14,910	\$16,458	\$16,236	\$19,953
Number of units outstanding ⁽¹⁾	270,174	427,663	459,568	506,179	555,259	629,911
Management expense ratio ⁽²⁾	1.83%	1.81%	1.69%	1.85%	1.92%	1.88%
Management expense ratio before waivers or absorptions ⁽³⁾	1.83%	1.81%	1.69%	1.85%	1.92%	1.88%
Portfolio turnover rate ⁽⁴⁾	21.80%	19.86%	41.82%	50.84%	57.99%	41.29%
Trading expense ratio ⁽⁵⁾	0.04%	0.02%	0.06%	0.04%	0.06%	0.06%
Net asset value per unit	\$32.51	\$36.89	\$32.44	\$32.51	\$29.24	\$31.68

Series C inception date: June 4, 2012

Series F	Jun 30'22	Dec 31'21	Dec 31'20	Dec 31'19	Dec 31'18	Dec 31'17
Total net asset value ('000s) ⁽¹⁾	\$75,279	\$73,487	\$62,357	\$52,995	\$47,939	\$59,059
Number of units outstanding ⁽¹⁾	2,146,758	1,855,348	1,806,694	1,573,734	1,565,724	1,796,106
Management expense ratio ⁽²⁾	1.16%	1.14%	1.19%	1.23%	1.23%	1.19%
Management expense ratio before waivers or absorptions ⁽³⁾	1.16%	1.14%	1.19%	1.23%	1.23%	1.19%
Portfolio turnover rate ⁽⁴⁾	21.80%	19.86%	41.82%	25.47%	57.99%	41.29%
Trading expense ratio ⁽⁵⁾	0.04%	0.02%	0.06%	0.04%	0.06%	0.06%
Net asset value per unit	\$35.07	\$39.61	\$34.51	\$33.67	\$30.62	\$32.88

Series F inception date: June 19, 2012

(1) This information is provided as at June 30 or December 31 of the years shown.

(2) Management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

(3) The manager of the Fund, CC&L Funds Inc., waived certain fees or absorbed certain expenses otherwise payable by the Fund. The amount of expenses waived or absorbed is determined periodically on a series by series basis at the discretion of the manager and the manager can terminate the waiver or absorption at any time.

(4) 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 year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

(5) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.

MANAGEMENT FEES

Management Fees

The Fund is managed by CFI. As consideration for providing investment advisory and management services, CFI receives a management fee from the Fund, based on the net asset value of the respective series, calculated daily and payable monthly in arrears. In respect of units of all series of the Fund other than Series FI, the management fee is paid by the Portfolio to CFI. No management fees are charged to the Fund with respect to Series FI units; rather investors who hold Series FI units will be subject to a management fee for their account that is paid to their dealer. The Manager receives a fee from each dealer for the services it provides to the dealer in connection with the dealer's separately managed account or unified managed account programs. Management fees on Series FI units are not expenses of the Fund. CFI uses a portion of management fees to pay for trailing commissions to registered dealers (if applicable) based on amounts invested in the Fund. CFI uses the remaining portion of the management fees to pay for investment advice, including fees charged by the Fund's portfolio manager, and general administration expenses and retains the balance for profit. The following table summarizes the annual management fee rates (excluding GST and HST) of each series of the Fund, expressed as a percentage of the Fund's value, and the portion used for dealer compensation and the portion used for or attributed to investment advice, general administration and profit.

	Annual Rates	Dealer Compensation	<u>As a percentage of management fees</u> Investment advice, administration and profit
Series A	1.90%	52.63%	47.37%
Series C	1.50%	26.67%	73.33%
Series F	0.90%	0.00%	100.00%
Series FI	0.00%	0.00%	0.00%

PAST PERFORMANCE

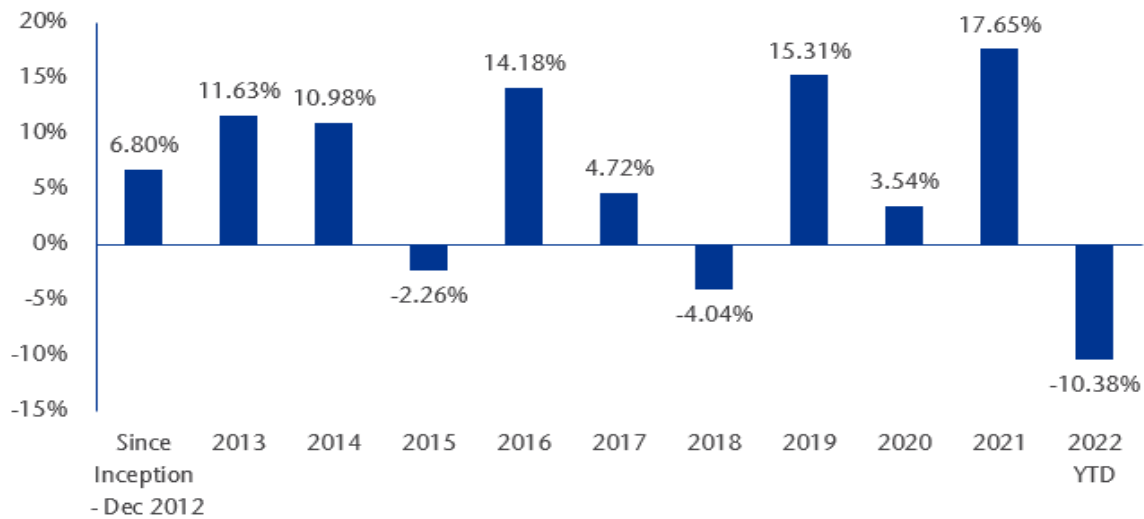
Past Performance

The performance information shown below assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund. Note that the performance information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance. How the Fund has performed in the past does not necessarily indicate how it will perform in the future.

Year-by-year Returns

The following bar charts show the Fund's annual performance for each of the years shown, and illustrate how the Fund's performance has changed from year to year, for each series of the Fund. The charts show, in percentage terms, how much an investment made on the first day of each financial period would have grown or decreased by the last day of each financial period.

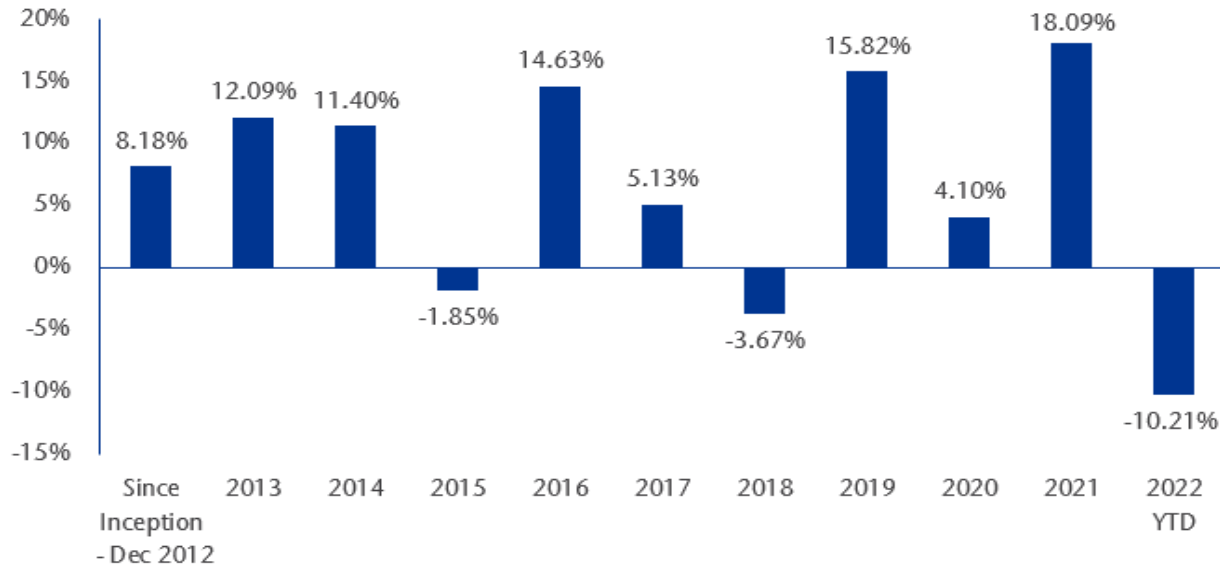
Series A



Performance for 2012 represents returns from June 13 to December 31, 2012. Performance for 2022 YTD represents returns from January 1, 2022 to June 30, 2022.

PAST PERFORMANCE

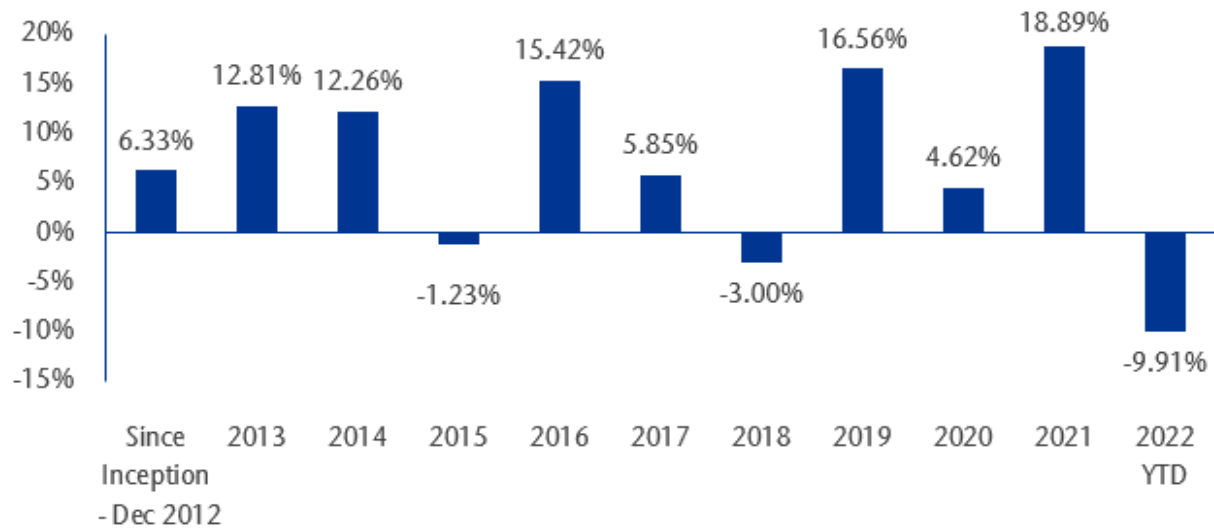
Series C



Performance for 2012 represents returns from June 4 (the date of transition from the closed-end CC&L Conservative Income & Growth Fund to the open-end CC&L Core Income & Growth – Series C mutual fund) to December 31, 2012. Performance for 2022 YTD represents returns from January 1, 2022 to June 30, 2022.

PAST PERFORMANCE

Series F



Performance for 2012 represents returns from June 19 to December 31, 2012. Performance for 2022 YTD represents returns from January 1, 2022 to June 30, 2022.

SUMMARY OF INVESTMENT PORTFOLIO

Below is a breakdown of the Fund's investment holdings as at June 30, 2022. The individual holdings and their relative percentage of the overall fund will change between reporting periods as markets change and the portfolio manager buys and sells individual securities.

Asset Mix	% of Net Asset Value	Top 25 Investments		% of Net Asset Value
Canadian equities	55.5	1	Royal Bank of Canada	4.5
Fixed income	19.3	2	Toronto-Dominion Bank	4.0
U.S. equities	17.5	3	Canadian Apt Pptys REIT	3.4
Foreign equities	4.6	4	Royal Bank Of Canada 2.33% 2027.01.28	3.3
Short-term investments	2.8	5	Coca Cola Co.	3.3
Other assets less liabilities	0.3	6	Bank of Montreal	3.3
	100.0	7	Merck & Co. Inc.	3.0
		8	Johnson & Johnson	2.7
		9	Canadian National Railway	2.7
		10	Constellation Brands Class A	2.4
		11	Bank Of Nova Scotia 2.62% 2026.12.02	2.4
		12	Brookfield Infrastructure Partners LP	2.4
		13	Intact Financial Corp.	2.2
		14	Thomson Reuters Corporation	2.1
		15	CU Inc 4.09% 2044.09.02	2.1
		16	Toronto-Dominion Bank 3.23% 2024.07.24	2.1
		17	Hydro One Inc. 2.77% 2026.02.24	2.0
		18	Microsoft Corp.	2.0
		19	Shaw Communications Inc. Class B	2.0
		20	Mondelez International Inc.	2.0
		21	Bell Canada 3.00% 2031.03.17	1.9
		22	Summit Industrial Income REIT	1.9
		23	InterRent REIT	1.8
		24	Pembina Pipeline Corp.	1.8
		25	Bank of Nova Scotia	1.7
	100.0			63.2
Asset Mix	% of Net Asset Value			
Communication services	4.8			
Consumer discretionary	1.0			
Consumer staples	10.9			
Energy	6.4			
Financials	19.2			
Health care	7.1			
Industrials	7.0			
Information technology	4.2			
Materials	1.1			
Real estate	10.0			
Utilities	5.9			
Fixed income	17.5			
Short-term investments	4.6			
Other assets less liabilities	0.3			
	100.0			

Note: The investments and percentages may have changed by the time you purchase units of this Fund. The top 25 investment holdings are made available quarterly, 60 days after quarter end.