

ANNUAL FINANCIAL STATEMENTS

December 31, 2023

- CC&L Core Income and Growth Fund
- CC&L Equity Income and Growth Fund
- CC&L Global Alpha Fund
- CC&L High Yield Bond Fund

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INDEPENDENT AUDITOR'S REPORT

To the Unitholders of:

CC&L Core Income and Growth Fund
CC&L Equity Income and Growth Fund
CC&L Global Alpha Fund
CC&L High Yield Bond Fund
(collectively, the "Funds")

Opinion

We have audited the financial statements of the Funds, which comprise:

- the statements of financial position as at December 31, 2023 and December 31, 2022
- the statements of comprehensive income for the years then ended
- the statements of changes in net assets attributable to holders of redeemable units for the years then ended
- the statements of cash flows for the years then ended
- and notes to the financial statements, including a summary of material accounting policy information (hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Funds as at December 31, 2023 and December 31, 2022, and their financial performance and their cash flows for the years then ended in accordance with IFRS Accounting Standards.

Basis for Opinion

We conducted our audits in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "***Auditor's Responsibilities for the Audit of the Financial Statements***" section of our auditor's report.

We are independent of the Funds in accordance with the ethical requirements that are relevant to our audits of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Other Information

The Funds' Manager is responsible for the other information. Other information comprises:

- the information included in the Management Report of Fund Performance for each of the Funds filed with the relevant Canadian Securities Commissions.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audits of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audits and remain alert for indications that the other information appears to be materially misstated.

We obtained the information included in the Management Report of Fund Performance for each of the Funds filed with the relevant Canadian Securities Commissions as at the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditor's report.

We have nothing to report in this regard.

Responsibilities of the Manager and Those Charged with Governance for the Financial Statements

The Funds' Manager is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS Accounting Standards, and for such internal control as the Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Manager is responsible for assessing the Funds' ability to continue as going concerns, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to liquidate the Funds or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Funds' financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.



As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audits in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Funds' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Funds' ability to continue as a going concern.

If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Funds to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audits and significant audit findings, including any significant deficiencies in internal control that we identify during our audits.

A handwritten signature in black ink that reads 'KPMG LLP' with a horizontal line underneath.

Chartered Professional Accountants

Vancouver, Canada
March 22, 2024

CC&L Core Income and Growth Fund

Statements of Financial Position

As at December 31

	2023	2022
Assets		
Current assets		
Short-term investments	\$ 2,316,530	\$ 5,376,669
Investments	137,022,413	136,386,200
Dividends receivable	287,233	225,757
Interest receivable	409,918	343,388
Withholding taxes receivable	-	6,721
Other receivables	71,898	67,834
Subscriptions receivable	27,765	31,275
	<u>140,135,757</u>	<u>142,437,844</u>
Liabilities		
Current liabilities		
Bank indebtedness	1,117,294	434,949
Due to broker	78,748	202,204
Accrued expenses	127,479	146,778
Management fees payable	101,752	108,182
Distributions payable	136	268
Redemptions payable	45,248	102,159
	<u>1,470,657</u>	<u>994,540</u>
Net Assets attributable to holders of redeemable units	<u>\$ 138,665,100</u>	<u>\$ 141,443,304</u>
Net Assets attributable to holders of redeemable units for each class		
Series A	\$ 50,392,416	\$ 52,230,976
Series C	\$ 6,686,994	\$ 8,290,074
Series F	\$ 81,585,690	\$ 80,922,254
Redeemable units outstanding (note 6)		
Series A	1,652,825	1,673,537
Series C	205,966	251,060
Series F	<u>2,295,491</u>	<u>2,261,378</u>
Net Assets attributable to holders of redeemable units per unit		
Series A	\$ 30.49	\$ 31.21
Series C	\$ 32.47	\$ 33.02
Series F	<u>\$ 35.54</u>	<u>\$ 35.78</u>

Approved by the Manager

"Michael Freund"

Director

"Tim Elliott"

Director

The accompanying notes are an integral part of these financial statements.

CC&L Core Income and Growth Fund

Statements of Comprehensive Income

For the years ended December 31

	2023	2022
Income		
Realized foreign exchange gain (loss) on currency	\$ 49,141	\$ (46,877)
Change in unrealized foreign exchange gain (loss) on currency	(67,249)	64,412
Securities lending income (note 12)	26,898	16,547
Other income (loss)	549	2,829
Net gain (loss) on investments		
Dividends	3,673,969	3,029,848
Interest for distribution purposes	1,365,799	979,975
Net realized gain (loss) on investments	6,818,555	7,885,504
Net change in unrealized appreciation (depreciation) on investments	(3,726,447)	(18,747,822)
Total net gain (loss) on investments	<u>8,131,876</u>	<u>(6,852,495)</u>
Total income (loss), net	<u>8,141,215</u>	<u>(6,815,584)</u>
Expenses (note 8)		
Audit fees	18,628	25,465
Custodial fees	28,413	60,321
Filing fees	20,301	25,746
Fundserv fees	10,560	10,285
Independent review committee fees	4,464	4,711
Independent review committee insurance	578	642
Interest expense	1,189	3,032
Management fees	2,074,135	1,979,693
Professional fees	4,566	5,448
Securityholder reporting fees	141,441	119,744
Transaction costs (note 9)	104,992	59,785
Total operating expenses	<u>2,409,267</u>	<u>2,294,872</u>
Withholding taxes (note 7)	(49,867)	(81,147)
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	<u>\$ 5,682,081</u>	<u>\$ (9,191,603)</u>
Increase (decrease) in Net Assets attributable to holders of redeemable units for each class		
Series A	\$ 1,719,830	\$ (3,838,084)
Series C	\$ 274,106	\$ (763,372)
Series F	\$ 3,688,145	\$ (4,590,147)
Weighted average number of units outstanding		
Series A	1,677,586	1,604,856
Series C	229,849	300,339
Series F	<u>2,325,224</u>	<u>2,097,587</u>
Increase (decrease) in Net Assets attributable to holders of redeemable units per unit		
Series A	\$ 1.03	\$ (2.39)
Series C	\$ 1.19	\$ (2.54)
Series F	<u>\$ 1.59</u>	<u>\$ (2.19)</u>

The accompanying notes are an integral part of these financial statements.

CC&L Core Income and Growth Fund

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series A 2023	Series A 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 52,230,976	\$ 58,292,302
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	1,719,830	(3,838,084)
Redeemable unit transactions		
Proceeds from redeemable units issued	3,827,496	6,868,772
Reinvestments of distributions to holders of redeemable units	2,351,498	1,879,060
Redemption of redeemable units	(6,774,681)	(8,599,250)
Net increase (decrease) from redeemable unit transactions	(595,687)	148,582
Distributions to holders of redeemable units		
From net investment income	(1,046,228)	(633,934)
From net realized capital gains	(1,916,475)	(1,737,890)
Total distributions to holders of redeemable units	(2,962,703)	(2,371,824)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	(1,838,560)	(6,061,326)
Net Assets attributable to holders of redeemable units - End of year	\$ 50,392,416	\$ 52,230,976
	Series C 2023	Series C 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 8,290,074	\$ 15,776,541
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	274,106	(763,372)
Redeemable unit transactions		
Proceeds from redeemable units issued	3,760	15,000
Reinvestments of distributions to holders of redeemable units	57,678	61,317
Redemption of redeemable units	(1,534,373)	(6,372,466)
Net increase (decrease) from redeemable unit transactions	(1,472,935)	(6,296,149)
Distributions to holders of redeemable units		
From net investment income	(143,533)	(117,205)
From net realized capital gains	(260,718)	(309,741)
Total distributions to holders of redeemable units	(404,251)	(426,946)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	(1,603,080)	(7,486,467)
Net Assets attributable to holders of redeemable units - End of year	\$ 6,686,994	\$ 8,290,074

The accompanying notes are an integral part of these financial statements.

CC&L Core Income and Growth Fund

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series F 2023	Series F 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 80,922,254	\$ 73,486,590
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	3,688,145	(4,590,147)
Redeemable unit transactions		
Proceeds from redeemable units issued	11,617,105	23,136,850
Reinvestments of distributions to holders of redeemable units	1,994,775	1,411,790
Redemption of redeemable units	(12,291,650)	(9,292,568)
Net increase (decrease) from redeemable unit transactions	1,320,230	15,256,072
Distributions to holders of redeemable units		
From net investment income	(1,454,231)	(834,192)
From net realized capital gains	(2,890,708)	(2,396,069)
Total distributions to holders of redeemable units	(4,344,939)	(3,230,261)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	663,436	7,435,664
Net Assets attributable to holders of redeemable units - End of year	\$ 81,585,690	\$ 80,922,254
	Total 2023	Total 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 141,443,304	\$ 147,555,433
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	5,682,081	(9,191,603)
Redeemable unit transactions		
Proceeds from redeemable units issued	15,448,361	30,020,622
Reinvestments of distributions to holders of redeemable units	4,403,951	3,352,167
Redemption of redeemable units	(20,600,704)	(24,264,284)
Net increase (decrease) from redeemable unit transactions	(748,392)	9,108,505
Distributions to holders of redeemable units		
From net investment income	(2,643,992)	(1,585,331)
From net realized capital gains	(5,067,901)	(4,443,700)
Total distributions to holders of redeemable units	(7,711,893)	(6,029,031)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	(2,778,204)	(6,112,129)
Net Assets attributable to holders of redeemable units - End of year	\$ 138,665,100	\$ 141,443,304

The accompanying notes are an integral part of these financial statements.

CC&L Core Income and Growth Fund

Statements of Cash Flows

For the years ended December 31

	2023	2022
Cash flows from (used in) Operating activities		
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	\$ 5,682,081	\$ (9,191,603)
Adjustments to reconcile to operating cash flows:		
Change in unrealized foreign exchange (gain) loss on currency	67,249	(64,412)
Net realized (gain) loss on investments	(6,818,555)	(7,885,504)
Net change in unrealized (appreciation) depreciation of investments	3,726,447	18,747,822
Purchase of investments	(113,046,754)	(82,148,318)
Proceeds from investments sold	118,439,332	76,461,124
(Increase) decrease in dividends receivable	(61,476)	77,799
(Increase) decrease in interest receivable	(66,530)	(119,896)
(Increase) decrease in withholding tax receivable	6,721	3,675
(Increase) decrease in other receivables	(4,064)	8,014
Increase (decrease) in accrued expenses	(19,299)	25,285
Increase (decrease) in management fees payable	(6,430)	(5,914)
Net cash flows from (used in) operating activities	7,898,722	(4,091,928)
Cash flows from (used in) Financing activities		
Proceeds from redeemable units issued**	14,824,548	21,454,675
Redemption of redeemable units**	(20,030,292)	(15,610,195)
Distributions paid to holders of redeemable units, net of reinvestments	(3,308,074)	(2,676,623)
Net cash flows from (used in) financing activities	(8,513,818)	3,167,857
Increase (decrease) in cash		
Net increase (decrease) in cash	(615,096)	(924,071)
Change in unrealized foreign exchange gain (loss) on currency	(67,249)	64,412
Cash (bank indebtedness), beginning of year	(434,949)	424,710
Cash (bank indebtedness), end of year	\$ (1,117,294)	\$ (434,949)
Dividends received, net of withholding taxes*	\$ 3,569,672	\$ 3,030,301
Interest received*	1,299,269	860,079
Interest paid*	(1,189)	(3,032)

*included in operating activities

**net of non-cash switches of \$627,323 (2022 - \$8,551,930)

The accompanying notes are an integral part of these financial statements.

CC&L Core Income and Growth Fund

Schedule of Investment Portfolio

As at December 31, 2023

	Coupon Rate/ Yield %	Maturity Date	Number of Shares or Par Value	Average Cost \$	Fair Value \$	Percentage of Net Assets %
Short-Term Investments						
Canadian Treasury Bills (December 31, 2022: 3.80%)						
Canadian Treasury Bill	5.173	1-Feb-24	165,000	162,881	162,881	
Canadian Treasury Bill	5.122	15-Feb-24	165,000	163,089	163,089	
Canadian Treasury Bill	5.099	29-Feb-24	255,000	252,015	252,015	
Canadian Treasury Bill	5.078	14-Mar-24	1,165,000	1,151,198	1,151,198	
Canadian Treasury Bill	5.068	28-Mar-24	595,000	587,347	587,347	
				<u>2,316,530</u>	<u>2,316,530</u>	1.67
Total Short-Term Investments				<u>2,316,530</u>	<u>2,316,530</u>	1.67
Bonds						
Canadian Corporate Bonds (December 31, 2022: 22.17%)						
Bank of Montreal	3.190	1-Mar-28	5,107,000	5,161,452	4,930,648	
Bank of Nova Scotia	2.620	2-Dec-26	4,703,000	4,601,314	4,506,428	
Bell Canada	3.000	17-Mar-31	5,297,000	4,788,215	4,809,077	
CU Inc.	4.085	2-Sep-44	4,886,000	4,766,080	4,616,217	
Enbridge Inc.	4.570	11-Mar-44	2,907,000	2,847,116	2,638,680	
Enbridge Inc.	6.625	12-Apr-78	986,000	1,047,857	972,587	
Hydro One Inc.	4.910	27-Jan-28	4,385,000	4,424,574	4,531,081	
Royal Bank of Canada	2.328	28-Jan-27	5,356,000	5,151,017	5,047,798	
Toronto-Dominion Bank	3.060	26-Jan-32	2,422,000	2,188,529	2,299,013	
Transcanada Trust	4.650	18-May-77	676,000	638,248	618,083	
				<u>35,614,402</u>	<u>34,969,612</u>	25.22
Total Bonds				<u>35,614,402</u>	<u>34,969,612</u>	25.22
Canadian Equities						
Energy (December 31, 2022: 6.82%)						
ARC Resources Ltd.			98,100	1,407,051	1,929,627	
Cameco Corp., TSE			16,300	982,577	931,219	
Canadian Natural Resources Ltd.			30,100	2,520,998	2,612,981	
Enbridge Inc.			35,800	1,920,220	1,707,660	
Imperial Oil Ltd.			3,816	310,702	288,032	
Parex Resources Inc.			18,800	513,163	469,060	
Parkland Corp.			38,900	1,545,520	1,661,419	
Pembina Pipeline Corp.			40,200	1,688,499	1,833,924	
Pembina Pipeline Corp., subscription receipts			6,100	261,385	274,500	
Topaz Energy Corp.			41,700	898,421	808,146	
Tourmaline Oil Corp.			32,400	1,799,293	1,930,716	
				<u>13,847,829</u>	<u>14,447,284</u>	10.42
Materials (December 31, 2022: 1.30%)						
CCL Industries Inc., Class B			7,000	470,251	417,130	
Methanex Corp.			5,300	337,440	332,204	
Nutrien Ltd.			16,100	1,320,466	1,201,865	
Stella-Jones Inc.			11,800	700,452	910,016	
West Fraser Timber Co., Ltd.			10,600	1,148,373	1,201,616	
				<u>3,976,982</u>	<u>4,062,831</u>	2.93
Industrials (December 31, 2022: 7.24%)						
Canadian National Railway Co.			13,800	1,509,759	2,298,390	
Element Fleet Management Corp.			65,800	941,130	1,418,648	
Exchange Income Corp.			24,700	1,245,577	1,113,970	
RB Global Inc., TSE			12,800	998,420	1,134,976	
Russel Metals Inc.			17,900	660,041	806,037	
Thomson Reuters Corp.			15,052	1,291,143	2,916,024	
Toromont Industries Ltd.			7,800	885,597	905,580	
Waste Connections Inc.			1,400	264,903	277,004	
WSP Global Inc.			5,400	627,768	1,002,996	
				<u>8,424,338</u>	<u>11,873,625</u>	8.56
Consumer Discretionary (December 31, 2022: 1.92%)						
Dollarama Inc.			7,800	747,662	744,822	
Magna International Inc.			8,700	681,968	681,123	

The accompanying notes are an integral part of these financial statements.

CC&L Core Income and Growth Fund

Schedule of Investment Portfolio

As at December 31, 2023

	Coupon Rate/ Yield %	Maturity Date	Number of Shares or Par Value	Average Cost \$	Fair Value \$	Percentage of Net Assets %
Restaurant Brands International Inc.			14,400	1,102,304	1,490,832	
				2,531,934	2,916,777	2.10
Consumer Staples (December 31, 2022: 2.57%)						
George Weston Ltd.			12,000	1,707,530	1,974,000	
Maple Leaf Foods Inc.			24,100	629,261	608,284	
				2,336,791	2,582,284	1.86
Financials (December 31, 2022: 19.50%)						
Bank of Montreal, TSE			25,400	2,396,460	3,330,195	
Canadian Imperial Bank of Commerce			33,100	1,958,041	2,111,780	
Definity Financial Corp.			10,700	269,907	401,678	
Fairfax Financial Holdings Ltd.			700	796,636	855,757	
iA Financial Corp. Inc.			16,300	1,074,467	1,472,379	
Intact Financial Corp.			8,600	1,346,931	1,753,196	
Manulife Financial Corp., TSE			29,300	843,073	857,904	
Royal Bank of Canada			50,000	4,811,101	6,700,000	
Sun Life Financial Inc.			28,200	1,838,822	1,937,904	
TMX Group Ltd.			44,100	1,108,993	1,413,405	
Toronto-Dominion Bank			61,257	3,949,819	5,244,824	
				20,394,250	26,079,022	18.82
Information Technology (December 31, 2022: Nil%)						
Constellation Software Inc.			267	770,504	877,167	0.63
Communication Services (December 31, 2022: 4.25%)						
BCE Inc.			25,100	1,468,224	1,309,467	
Rogers Communications Inc., TSE			16,500	1,018,225	1,023,495	
TELUS Corp.			80,100	2,081,643	1,888,758	
				4,568,092	4,221,720	3.04
Utilities (December 31, 2022: 3.67%)						
Fortis Inc.			25,800	1,423,872	1,406,358	1.01
Real Estate (December 31, 2022: 7.25%)						
Boardwalk REIT			43,100	2,813,272	3,074,754	
Canadian Apartment Properties REIT			103,700	4,107,747	5,060,560	
Crombie REIT			204,500	2,981,771	2,822,100	
Dream Industrial REIT			76,300	1,037,292	1,065,148	
First Capital REIT			206,400	3,211,903	3,166,176	
Granite REIT			13,100	1,058,387	999,268	
InterRent REIT			166,300	1,962,319	2,200,149	
Killam Apartment REIT			63,800	1,115,005	1,145,848	
Minto Apartment REIT			81,900	1,472,003	1,325,142	
				19,759,699	20,859,145	15.04
Total Canadian Equities				78,034,291	89,326,213	64.41
United States Equities						
Consumer Staples (December 31, 2022: 7.61%)						
Coca-Cola Co.			11,600	824,676	901,379	
Constellation Brands Inc.			4,100	1,316,644	1,306,964	
Mondelez International Inc.			10,200	605,772	974,163	
				2,747,092	3,182,506	2.30
Health Care (December 31, 2022: 7.55%)						
Amgen Inc.			3,200	1,209,415	1,215,306	
Merck & Co Inc.			11,700	1,215,394	1,681,919	
				2,424,809	2,897,225	2.09
Information Technology (December 31, 2022: 2.39%)						
Microsoft Corp.			6,700	1,489,544	3,322,171	2.40
Total United States Equities				6,661,445	9,401,902	6.79
Foreign Equities						
Information Technology (December 31, 2022: 0.92%)						
Accenture PLC			2,000	559,235	925,420	0.67

The accompanying notes are an integral part of these financial statements.

CC&L Core Income and Growth Fund

Schedule of Investment Portfolio

As at December 31, 2023

	Coupon Rate/ Yield %	Maturity Date	Number of Shares or Par Value	Average Cost \$	Fair Value \$	Percentage of Net Assets %
Utilities (December 31, 2022: 1.27%)						
Brookfield Infrastructure Partners LP, TSE			29,529	1,149,900	1,233,131	
Brookfield Renewable Partners LP			33,500	1,230,624	1,166,135	
				<u>2,380,524</u>	<u>2,399,266</u>	1.73
Total Foreign Equities				<u>2,939,759</u>	<u>3,324,686</u>	2.40
Embedded Broker Commissions (note 3)				<u>(63,324)</u>		
Total Investments				<u>125,503,103</u>	<u>139,338,943</u>	100.49
Other Assets Less Liabilities					<u>(673,843)</u>	(0.49)
Net Assets Attributable to Holders of Redeemable Units					<u>138,665,100</u>	100.00

The accompanying notes are an integral part of these financial statements.

CC&L Core Income and Growth Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

These fund specific notes shall be read in conjunction with the accompanying notes to the financial statements, which are an integral part of these financial statements. These fund specific notes can be referenced to the accompanying notes by the corresponding note number. Since they are supplemental to the accompanying notes, there may not be a corresponding specific note to match every accompanying note.

Reporting entity and investment objective (Note 1)

The CC&L Core Income and Growth Fund (the "Fund") was originally established as a closed-end investment trust under the laws of Ontario pursuant to a trust agreement dated November 29, 2001, as amended on June 8, 2010 and May 31, 2012. The address of the Fund's registered office is 1400 - 130 King St. West, P.O. Box 240, Toronto, ON, M5X 1C8.

The investment objective of the Fund is to deliver an attractive and sustainable yield and growth to outpace inflation by investing in a diversified mix of dividend paying Canadian equities, REITs and equity securities of real estate companies, and corporate bonds.

The Fund seeks to achieve its investment objectives by diligently selecting and actively managing a diversified portfolio of high income investments across a broad range of income-oriented securities.

Fair value of financial instruments (Note 5)

Classification of investments under the Fair Value Hierarchy

The tables below illustrate the classification of the Fund's financial instruments measured at fair value at the reporting date. The amounts are based on the values recognized in the Statements of Financial Position.

As at December 31, 2023:

Assets at Fair Value	Level 1	Level 2	Level 3	Total
Short-term investments	\$ -	\$ 2,316,530	\$ -	\$ 2,316,530
Bonds	-	34,969,612	-	34,969,612
Canadian equities	89,326,213	-	-	89,326,213
United States equities	9,401,902	-	-	9,401,902
Foreign equities	3,324,686	-	-	3,324,686
	\$ 102,052,801	\$ 37,286,142	\$ -	\$ 139,338,943

As at December 31, 2022:

Assets at Fair Value	Level 1	Level 2	Level 3	Total
Short-term investments	\$ -	\$ 5,376,669	\$ -	\$ 5,376,669
Bonds	-	31,352,436	-	31,352,436
Canadian equities	77,117,195	-	-	77,117,195
United States equities	24,820,779	-	-	24,820,779
Foreign equities	3,095,790	-	-	3,095,790
	\$ 105,033,764	\$ 36,729,105	\$ -	\$ 141,762,869

CC&L Core Income and Growth Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

There were no transfers of financial assets between Level 1, Level 2 and Level 3 for the years ended December 31, 2023 and 2022. All fair value measurements above are recurring.

Redeemable units of the Fund (Note 6)

The Fund has four series of units available for issue, namely Series A, C, F and FI. Series A units were created on June 13, 2012 and are available to all investors who purchase through dealers and who invest the minimum amount.

Series C units of the Fund are available to all investors who purchase through dealers and who invest the minimum amount. Series F units are available to investors who participate in fee-based programs through their dealer. Series FI units are available to clients of dealers who participate in separately managed account or unified managed account programs offered by the dealers and whose dealer has signed a Series FI agreement with the Manager. There are no units outstanding for Series FI.

For the years ended December 31, 2023 and 2022, changes in outstanding units were as follows:

	Balance - Beginning	Redeemable units	Redeemable units		Balance -
2023	of year	issued	reinvested	redeemed	End of year
Series A	1,673,537	123,752	76,783	(221,247)	1,652,825
Series C	251,060	115	1,772	(46,981)	205,966
Series F	2,261,378	324,610	56,205	(346,702)	2,295,491
<hr/>					
2022					
Series A	1,662,524	214,365	58,633	(261,985)	1,673,537
Series C	427,663	411	1,809	(178,823)	251,060
Series F	1,855,348	620,638	38,727	(253,335)	2,261,378

Taxation of Fund (Note 7)

As at December 31, 2023, the Fund had unused capital losses of \$Nil (2022 - \$Nil), which may be carried forward indefinitely to reduce future realized capital gains. There were \$Nil (2022 - \$Nil) unused non-capital losses available for tax purposes.

During the year, withholding tax rates were between 0% and 35% (2022 - between 0% and 35%).

Related party transactions and other expenses (Note 8)

Management fees

The Fund pays a management fee, which is accrued daily and paid monthly. The annual management fee rates, exclusive of taxes, are 1.90% for Series A, 1.50% for Series C, and 0.90% for Series F. No management fees are paid by 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.

CC&L Core Income and Growth Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

The Fund pays trailer fees to dealers whose clients hold the Series A and Series C units in the Fund. The trailer fees are paid by the Investment Manager out of management fees (detailed above) charged to the Fund. The trailer fees are calculated and payable each calendar quarter in arrears and are equal to 1.0% annually of the NAV of the Series A units and 0.40% annually of the NAV of Series C units. No trailer fees are charged to Series F and FI units.

The total trailer fees paid by the Fund during the year ended December 31, 2023 were \$612,774 (2022 - \$603,815).

The total management fees charged to the Fund during the year ended December 31, 2023, including the trailer fees and applicable taxes, were \$2,074,135 (2022 - \$1,979,693).

Brokerage commissions and other transaction costs (Note 9)

The Fund paid \$104,992 (2022 - \$59,785) in brokerage commissions and other transactions costs for portfolio transactions during the year. The soft dollars paid during the year were \$17,782 (2022 - \$2,950).

Financial risk management (Note 10)

Currency risk

The tables below summarize the Fund's exposure to foreign currencies as at December 31, 2023 and 2022 in Canadian dollars. Amounts shown are based on the fair value of monetary assets (including cash and short-term investments) as well as the underlying principal amounts of forward foreign currency contracts, as applicable.

The tables also illustrate the potential impact on net assets attributable to holders of redeemable units as a result of a 5% change in these currencies relative to the Canadian dollar, with all other factors remaining constant. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

As at December 31, 2023:

Currency	Monetary Assets (Liabilities) (\$)	% of Net Assets	Impact on Net Assets (\$)
US Dollar	60,640	-	3,032
Total	60,640	-	3,032

As at December 31, 2022:

Currency	Monetary Assets (Liabilities) (\$)	% of Net Assets	Impact on Net Assets (\$)
US Dollar	172,996	0.1	8,650
Total	172,996	0.1	8,650

Interest rate risk

As at December 31, 2023 and 2022, the Fund had direct exposure to interest rate risk through its investment in fixed income and short-term debt. The tables below summarize the Fund's exposure to interest rate risk as at December 31, 2023 and 2022. Amounts shown are based on the carrying values of debt instruments and exclude cash and preferred shares, as applicable.

CC&L Core Income and Growth Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

As at December 31, 2023:

Debt Instruments Grouped by Maturity Date	Total \$	% of Net Assets
Less than 1 year	2,316,530	1.7
1 to 3 years	4,506,428	3.2
3 to 5 years	14,509,527	10.5
Greater than 5 years	15,953,657	11.5
Total	37,286,142	26.9

As at December 31, 2022:

Debt Instruments Grouped by Maturity Date	Total \$	% of Net Assets
Less than 1 year	5,376,669	3.8
3 to 5 years	13,110,905	9.3
Greater than 5 years	18,241,531	12.9
Total	36,729,105	26.0

If prevailing interest rates had been raised or lowered by 1.0%, assuming a parallel shift in the yield curve, with all other factors remaining constant, net assets attributable to holders of redeemable units would have decreased or increased by approximately \$1,998,000 (2022 - \$1,803,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Other price risk

As at December 31, 2023 and 2022, the Fund was exposed to other price risk primarily through its equity investments. Approximately 73.6% (2022 - 74.3%) of the Fund's net assets were exposed to other price risk because of exposure to market fluctuations (not caused by other factors mentioned previously). If stock prices of the portfolio held increased or decreased by 10%, all other variables held constant, the net assets of the Fund would have increased or decreased, respectively, by approximately \$10,205,000 (2022 - \$10,503,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

The tables below summarize the Fund's exposure to credit risk as at December 31, 2023 and 2022.

As at December 31, 2023:

Debt and Counterparty Credit Ratings	Total \$	% of Net Assets
AAA	2,316,530	1.7
AA	4,930,648	3.6
A	21,000,537	15.1
BBB	9,038,427	6.5
Total	37,286,142	26.9

CC&L Core Income and Growth Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

As at December 31, 2022:

Debt and Counterparty Credit Ratings	Total \$	% of Net Assets
AAA	5,376,669	3.8
AA	4,145,906	2.9
A	18,504,506	13.1
BBB	8,702,024	6.2
Total	36,729,105	26.0

Securities lending (Note 12)

For the years ended December 31, 2023 and 2022, securities lending income was as follows:

	2023 (\$)	2022 (\$)
Gross securities lending income	33,606	20,678
Securities lending charges	(6,708)	(4,131)
Net securities lending income	26,898	16,547
Withholding taxes on securities lending income	(325)	(126)
Net securities lending income received by the Fund	26,573	16,421

Securities lending charges represented 20.0% (2022 - 20.0%) of the gross securities lending income, all of which was paid to the Fund's custodian.

The following table summarizes the securities loaned and collateral held as at December 31, 2023 and 2022.

	2023 (\$000's)	2022 (\$000's)
Securities loaned	25,730	19,886
Collateral received	26,244	20,284
Collateral percentage of securities loaned	102%	102%

CC&L Equity Income and Growth Fund

Statements of Financial Position

As at December 31

	2023	2022
Assets		
Current assets		
Cash	\$ -	\$ 106,669
Short-term investments	8,961,063	7,362,953
Investments	426,059,356	414,734,756
Due from broker	-	313,305
Dividends receivable	1,184,607	925,400
Interest receivable	17,102	19,243
Withholding taxes receivable	-	14,480
Other receivables	163,595	129,041
Subscriptions receivable	557,985	299,992
	436,943,708	423,905,839
Liabilities		
Current liabilities		
Bank indebtedness	375,556	-
Due to broker	579,117	341,220
Accrued expenses	133,600	157,307
Management fees payable	356,387	373,391
Distributions payable	1,762	833
Redemptions payable	643,975	224,223
	2,090,397	1,096,974
Net Assets attributable to holders of redeemable units	\$ 434,853,311	\$ 422,808,865
Net Assets attributable to holders of redeemable units for each class		
Series A	\$ 73,410,599	\$ 77,541,710
Series F	\$ 294,795,323	\$ 280,900,529
Series FI	\$ 66,647,389	\$ 64,366,626
Redeemable units outstanding (note 6)		
Series A	4,853,332	5,026,083
Series F	17,302,066	16,348,055
Series FI	3,526,159	3,411,390
Net Assets attributable to holders of redeemable units per unit		
Series A	\$ 15.13	\$ 15.43
Series F	\$ 17.04	\$ 17.18
Series FI	\$ 18.90	\$ 18.87

Approved by the Manager

"Michael Freund"

Director

"Tim Elliott"

Director

The accompanying notes are an integral part of these financial statements.

CC&L Equity Income and Growth Fund

Statements of Comprehensive Income

For the years ended December 31

	2023	2022
Income		
Realized foreign exchange gain (loss) on currency	\$ (45,774)	\$ 3,559
Change in unrealized foreign exchange gain (loss) on currency	(13,425)	37,403
Securities lending income (note 12)	88,339	84,692
Other income (loss)	10,392	20,893
Net gain (loss) on investments		
Dividends	15,746,092	12,504,638
Interest for distribution purposes	416,597	126,980
Net realized gain (loss) on investments	17,883,148	15,629,794
Net change in unrealized appreciation (depreciation) on investments	(15,191,338)	(31,161,841)
Total net gain (loss) on investments	<u>18,854,499</u>	<u>(2,900,429)</u>
Total income (loss), net	<u>18,894,031</u>	<u>(2,753,882)</u>
Expenses (note 8)		
Audit fees	18,421	25,465
Custodial fees	77,058	157,126
Filing fees	27,113	25,746
Fundserv fees	31,405	28,854
Independent review committee fees	4,464	4,711
Independent review committee insurance	578	642
Interest expense	1,124	928
Management fees	4,599,834	4,234,886
Professional fees	4,566	5,448
Securityholder reporting fees	374,691	290,007
Transaction costs (note 9)	361,937	214,703
Total operating expenses	<u>5,501,191</u>	<u>4,988,516</u>
Withholding taxes (note 7)	<u>(200,549)</u>	<u>(242,083)</u>
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	<u>\$ 13,192,291</u>	<u>\$ (7,984,481)</u>
Increase (decrease) in Net Assets attributable to holders of redeemable units for each class		
Series A	\$ 1,376,115	\$ (2,194,835)
Series F	\$ 9,053,504	\$ (5,156,644)
Series FI	\$ 2,762,672	\$ (633,002)
Weighted average number of units outstanding		
Series A	5,013,575	4,845,751
Series F	17,306,108	15,589,028
Series FI	<u>3,515,462</u>	<u>3,436,398</u>
Increase (decrease) in Net Assets attributable to holders of redeemable units per unit		
Series A	\$ 0.27	\$ (0.45)
Series F	\$ 0.52	\$ (0.33)
Series FI	<u>\$ 0.79</u>	<u>\$ (0.18)</u>

The accompanying notes are an integral part of these financial statements.

CC&L Equity Income and Growth Fund

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series A 2023	Series A 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 77,541,710	\$ 77,690,020
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	1,376,115	(2,194,835)
Redeemable unit transactions		
Proceeds from redeemable units issued	8,960,702	15,029,173
Reinvestments of distributions to holders of redeemable units	2,583,634	2,622,565
Redemption of redeemable units	(14,022,568)	(12,535,514)
Net increase (decrease) from redeemable unit transactions	(2,478,232)	5,116,224
Distributions to holders of redeemable units		
From net investment income	(1,713,055)	(1,297,506)
From net realized capital gains	(1,314,998)	(804,885)
Return of capital	(941)	(967,308)
Total distributions to holders of redeemable units	(3,028,994)	(3,069,699)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	(4,131,111)	(148,310)
Net Assets attributable to holders of redeemable units - End of year	\$ 73,410,599	\$ 77,541,710
	Series F 2023	Series F 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 280,900,529	\$ 269,222,069
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	9,053,504	(5,156,644)
Redeemable unit transactions		
Proceeds from redeemable units issued	67,634,807	66,401,369
Reinvestments of distributions to holders of redeemable units	7,432,260	6,703,686
Redemption of redeemable units	(58,505,454)	(45,301,112)
Net increase (decrease) from redeemable unit transactions	16,561,613	27,803,943
Distributions to holders of redeemable units		
From net investment income	(6,628,458)	(4,636,328)
From net realized capital gains	(5,088,225)	(2,876,066)
Return of capital	(3,640)	(3,456,445)
Total distributions to holders of redeemable units	(11,720,323)	(10,968,839)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	13,894,794	11,678,460
Net Assets attributable to holders of redeemable units - End of year	\$ 294,795,323	\$ 280,900,529

The accompanying notes are an integral part of these financial statements.

CC&L Equity Income and Growth Fund

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series FI 2023	Series FI 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 64,366,626	\$ 64,428,564
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	2,762,672	(633,002)
Redeemable unit transactions		
Proceeds from redeemable units issued	9,654,391	16,554,811
Reinvestments of distributions to holders of redeemable units	2,434,435	2,611,685
Redemption of redeemable units	(9,941,434)	(15,964,525)
Net increase (decrease) from redeemable unit transactions	2,147,392	3,201,971
Distributions to holders of redeemable units		
From net investment income	(1,487,008)	(1,112,037)
From net realized capital gains	(1,141,477)	(689,832)
Return of capital	(816)	(829,038)
Total distributions to holders of redeemable units	(2,629,301)	(2,630,907)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	2,280,763	(61,938)
Net Assets attributable to holders of redeemable units - End of year	\$ 66,647,389	\$ 64,366,626
	Total 2023	Total 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 422,808,865	\$ 411,340,653
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	13,192,291	(7,984,481)
Redeemable unit transactions		
Proceeds from redeemable units issued	86,249,900	97,985,353
Reinvestments of distributions to holders of redeemable units	12,450,329	11,937,936
Redemption of redeemable units	(82,469,456)	(73,801,151)
Net increase (decrease) from redeemable unit transactions	16,230,773	36,122,138
Distributions to holders of redeemable units		
From net investment income	(9,828,521)	(7,045,871)
From net realized capital gains	(7,544,700)	(4,370,783)
Return of capital	(5,397)	(5,252,791)
Total distributions to holders of redeemable units	(17,378,618)	(16,669,445)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	12,044,446	11,468,212
Net Assets attributable to holders of redeemable units - End of year	\$ 434,853,311	\$ 422,808,865

The accompanying notes are an integral part of these financial statements.

CC&L Equity Income and Growth Fund

Statements of Cash Flows

For the years ended December 31

	2023	2022
Cash flows from (used in) Operating activities		
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	\$ 13,192,291	\$ (7,984,481)
Adjustments to reconcile to operating cash flows:		
Change in unrealized foreign exchange (gain) loss on currency	13,425	(37,403)
Net realized (gain) loss on investments	(17,883,148)	(15,629,794)
Net change in unrealized (appreciation) depreciation of investments	15,191,338	31,161,841
Purchase of investments	(377,806,017)	(266,789,471)
Proceeds from investments sold	368,126,319	239,075,636
(Increase) decrease in dividends receivable	(259,207)	160,236
(Increase) decrease in interest receivable	2,141	(18,874)
(Increase) decrease in withholding tax receivable	14,480	(981)
(Increase) decrease in other receivables	(34,554)	(5,168)
Increase (decrease) in accrued expenses	(23,707)	81,754
Increase (decrease) in management fees payable	(17,004)	14,147
Net cash flows from (used in) operating activities	516,357	(19,972,558)
Cash flows from (used in) Financing activities		
Proceeds from redeemable units issued**	84,508,668	94,719,447
Redemption of redeemable units**	(80,566,465)	(70,477,538)
Distributions paid to holders of redeemable units, net of reinvestments	(4,927,360)	(4,731,423)
Net cash flows from (used in) financing activities	(985,157)	19,510,486
Increase (decrease) in cash		
Net increase (decrease) in cash	(468,800)	(462,072)
Change in unrealized foreign exchange gain (loss) on currency	(13,425)	37,403
Cash, beginning of year	106,669	531,338
Cash (bank indebtedness), end of year	\$ (375,556)	\$ 106,669
Dividends received, net of withholding taxes*	\$ 15,303,069	\$ 12,425,562
Interest received*	418,738	108,106
Interest paid*	(1,124)	(928)

*included in operating activities

**net of non-cash switches of \$1,483,239 (2022 - \$3,154,005)

The accompanying notes are an integral part of these financial statements.

CC&L Equity Income and Growth Fund

Schedule of Investment Portfolio

As at December 31, 2023

	Coupon Rate/ Yield %	Maturity Date	Number of Shares or Par Value	Average Cost \$	Fair Value \$	Percentage of Net Assets %
Short-Term Investments						
Canadian Treasury Bills (December 31, 2022: 1.74%)						
Canadian Treasury Bill	5.156	4-Jan-24	175,000	172,750	172,750	
Canadian Treasury Bill	5.022	18-Jan-24	20,000	19,755	19,755	
Canadian Treasury Bill	5.064	1-Feb-24	206,000	203,324	203,324	
Canadian Treasury Bill	5.046	15-Feb-24	60,000	59,257	59,257	
Canadian Treasury Bill	5.025	29-Feb-24	210,000	207,468	207,468	
Canadian Treasury Bill	5.053	14-Mar-24	6,420,000	6,344,228	6,344,228	
Canadian Treasury Bill	5.052	28-Mar-24	1,980,000	1,954,281	1,954,281	
				<u>8,961,063</u>	<u>8,961,063</u>	2.06
Total Short-Term Investments				<u>8,961,063</u>	<u>8,961,063</u>	2.06
Canadian Equities						
Energy (December 31, 2022: 11.72%)						
ARC Resources Ltd.			484,400	7,066,040	9,528,148	
Cameco Corp., TSE			82,300	4,961,461	4,701,799	
Canadian Natural Resources Ltd.			151,600	12,713,512	13,160,396	
Enbridge Inc.			180,954	9,276,905	8,631,506	
Imperial Oil Ltd.			19,321	1,573,123	1,458,349	
Parex Resources Inc.			94,600	2,582,232	2,360,270	
Parkland Corp.			184,200	7,321,288	7,867,182	
Pembina Pipeline Corp.			203,300	8,808,168	9,274,546	
Pembina Pipeline Corp., subscription receipts			25,600	1,096,960	1,152,000	
Topaz Energy Corp.			171,300	3,676,784	3,319,794	
Tourmaline Oil Corp.			162,100	9,468,776	9,659,539	
				<u>68,545,249</u>	<u>71,113,529</u>	16.36
Materials (December 31, 2022: 1.68%)						
CCL Industries Inc., Class B			35,900	2,423,424	2,139,281	
Methanex Corp.			27,000	1,717,731	1,692,360	
Nutrien Ltd.			81,100	6,584,447	6,054,115	
Stella-Jones Inc.			60,600	3,559,150	4,673,472	
West Fraser Timber Co., Ltd.			53,800	5,833,673	6,098,768	
				<u>20,118,425</u>	<u>20,657,996</u>	4.75
Industrials (December 31, 2022: 10.03%)						
Canadian National Railway Co.			72,700	8,530,516	12,108,185	
Element Fleet Management Corp.			332,900	3,092,579	7,177,324	
Exchange Income Corp.			124,900	6,232,068	5,632,990	
RB Global Inc., TSE			66,800	5,344,409	5,923,156	
Russel Metals Inc.			91,500	3,481,744	4,120,245	
Thomson Reuters Corp.			76,220	7,148,145	14,766,101	
Toromont Industries Ltd.			39,400	4,476,108	4,574,340	
Waste Connections Inc.			5,800	1,097,452	1,147,588	
WSP Global Inc.			27,400	3,784,309	5,089,276	
				<u>43,187,330</u>	<u>60,539,205</u>	13.92
Consumer Discretionary (December 31, 2022: 2.77%)						
Dollarama Inc.			40,200	3,852,122	3,838,698	
Magna International Inc.			44,000	3,449,065	3,444,760	
Restaurant Brands International Inc.			74,000	5,684,342	7,661,220	
				<u>12,985,529</u>	<u>14,944,678</u>	3.44
Consumer Staples (December 31, 2022: 5.26%)						
George Weston Ltd.			55,300	7,478,639	9,096,850	
Maple Leaf Foods Inc.			99,400	2,701,099	2,508,856	
				<u>10,179,738</u>	<u>11,605,706</u>	2.67
Financials (December 31, 2022: 30.32%)						
Bank of Montreal, TSE			128,520	12,533,232	16,850,254	
Canadian Imperial Bank of Commerce			167,100	9,880,061	10,660,980	
Definity Financial Corp.			54,200	1,403,428	2,034,668	
Fairfax Financial Holdings Ltd.			3,600	4,094,565	4,401,036	
iA Financial Corp. Inc.			78,800	5,240,621	7,118,004	
Intact Financial Corp.			43,350	7,102,411	8,837,331	
Manulife Financial Corp., TSE			147,600	4,246,298	4,321,728	

The accompanying notes are an integral part of these financial statements.

CC&L Equity Income and Growth Fund

Schedule of Investment Portfolio

As at December 31, 2023

	Coupon Rate/ Yield %	Maturity Date	Number of Shares or Par Value	Average Cost \$	Fair Value \$	Percentage of Net Assets %
Royal Bank of Canada			251,100	24,227,479	33,647,400	
Sun Life Financial Inc.			142,400	9,366,206	9,785,728	
TMX Group Ltd.			222,900	5,709,959	7,143,945	
Toronto-Dominion Bank			298,206	19,872,107	25,532,398	
				103,676,367	130,333,472	29.98
Information Technology (December 31, 2022: Nil%)						
Constellation Software Inc.			1,343	3,880,158	4,412,118	1.01
Communication Services (December 31, 2022: 6.63%)						
BCE Inc.			126,700	7,291,678	6,609,939	
Rogers Communications Inc., TSE			83,900	5,177,485	5,204,317	
TELUS Corp.			404,100	10,536,329	9,528,678	
				23,005,492	21,342,934	4.91
Utilities (December 31, 2022: 5.94%)						
Fortis Inc.			130,400	7,205,614	7,108,104	1.63
Real Estate (December 31, 2022: 2.85%)						
Canadian Apartment Properties REIT			140,700	6,047,250	6,866,160	
Crombie REIT			429,300	6,303,282	5,924,340	
Dream Industrial REIT			158,200	2,150,696	2,208,472	
First Capital REIT			277,300	4,437,519	4,253,782	
InterRent REIT			204,900	2,681,330	2,710,827	
				21,620,077	21,963,581	5.05
Total Canadian Equities				314,403,979	364,021,323	83.72
United States Equities						
Consumer Staples (December 31, 2022: 7.24%)						
Coca-Cola Co.			58,200	4,095,117	4,522,437	
Constellation Brands Inc.			20,500	6,598,123	6,534,818	
Mondelez International Inc.			52,300	3,194,754	4,994,975	
				13,887,994	16,052,230	3.69
Health Care (December 31, 2022: 8.02%)						
Amgen Inc.			16,400	6,198,251	6,228,445	
Merck & Co Inc.			57,200	5,872,755	8,222,717	
				12,071,006	14,451,162	3.32
Information Technology (December 31, 2022: 2.14%)						
Microsoft Corp.			31,400	9,730,691	15,569,577	3.58
Total United States Equities				35,689,691	46,072,969	10.59
Foreign Equities						
Information Technology (December 31, 2022: 1.15%)						
Accenture PLC			7,900	2,356,384	3,655,409	0.84
Utilities (December 31, 2022: 2.34%)						
Brookfield Infrastructure Partners LP, TSE			154,106	6,076,598	6,435,467	
Brookfield Renewable Partners LP			168,750	6,223,134	5,874,188	
				12,299,732	12,309,655	2.83
Total Foreign Equities				14,656,116	15,965,064	3.67
Embedded Broker Commissions (note 3)						
				(208,085)		
Total Investments				373,502,764	435,020,419	100.04
Other Assets Less Liabilities					(167,108)	(0.04)
Net Assets Attributable to Holders of Redeemable Units					434,853,311	100.00

The accompanying notes are an integral part of these financial statements.

CC&L Equity Income and Growth Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

These fund specific notes shall be read in conjunction with the accompanying notes to the financial statements, which are an integral part of these financial statements. These fund specific notes can be referenced to the accompanying notes by the corresponding note number. Since they are supplemental to the accompanying notes, there may not be a corresponding specific note to match every accompanying note.

Reporting entity and investment objective (Note 1)

The CC&L Equity Income and Growth Fund (the “Fund”) is an open-ended mutual fund trust established under the laws of Ontario and is governed by the Declaration of Trust dated May 1, 2012 (the Declaration of Trust), as amended from time to time. The Fund commenced operations on May 1, 2012. The address of the Fund’s registered office is 1400 – 130 King St. West, P.O. Box 240, Toronto, Ontario, Canada, M5X 1C8.

The investment objective of the Fund is to construct a diversified portfolio of primarily income oriented equity instruments listed on a Canadian stock exchange with a view to maximize long-term total returns. The Fund seeks to generate returns in excess of the return of the S&P/TSX Composite Index.

Fair value of financial instruments (Note 5)

Classification of investments under the Fair Value Hierarchy

The tables below illustrate the classification of the Fund’s financial instruments measured at fair value at the reporting date. The amounts are based on the values recognized in the Statements of Financial Position.

As at December 31, 2023:

Assets at Fair Value	Level 1	Level 2	Level 3	Total
Short-term investments	\$ -	\$ 8,961,063	\$ -	\$ 8,961,063
Canadian equities	364,021,323	-	-	364,021,323
United States equities	46,072,969	-	-	46,072,969
Foreign equities	15,965,064	-	-	15,965,064
	\$ 426,059,356	\$ 8,961,063	\$ -	\$ 435,020,419

As at December 31, 2022:

Assets at Fair Value	Level 1	Level 2	Level 3	Total
Short-term investments	\$ -	\$ 7,362,953	\$ -	\$ 7,362,953
Canadian equities	326,417,164	-	-	326,417,164
United States equities	73,524,833	-	-	73,524,833
Foreign equities	14,792,759	-	-	14,792,759
	\$ 414,734,756	\$ 7,362,953	\$ -	\$ 422,097,709

There were no transfers of financial assets between Level 1, Level 2 and Level 3 for the years ended December 31, 2023 and 2022. All fair value measurements above are recurring.

CC&L Equity Income and Growth Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

Redeemable units of the Fund (Note 6)

The Fund has three series of units available for issue, namely Series A, F and FI. Series A units are available to all investors who purchase through dealers and who invest the minimum amount. Series F units are available to investors who participate in fee based programs through their dealer. Series FI units are available to clients of dealers who participate in separately managed account or unified managed account programs offered by the dealers and whose dealer has signed a Series FI agreement with the Manager.

For the years ended December 31, 2023 and 2022, changes in outstanding units were as follows:

	Balance - Beginning	Redeemable units	Redeemable units	Redeemable units	Balance -
2023	of year	issued	reinvested	redeemed	End of year
Series A	5,026,083	585,727	170,905	(929,383)	4,853,332
Series F	16,348,055	3,975,149	439,104	(3,460,242)	17,302,066
Series FI	3,411,390	515,401	130,147	(530,779)	3,526,159
<hr/>					
2022					
Series A	4,699,202	951,551	166,640	(791,310)	5,026,083
Series F	14,780,345	3,779,134	384,429	(2,595,853)	16,348,055
Series FI	3,252,671	853,646	137,018	(831,945)	3,411,390

Taxation of Fund (Note 7)

As at December 31, 2023, the Fund had unused capital losses of \$Nil (2022 - \$Nil), which may be carried forward indefinitely to reduce future realized capital gains. There were \$Nil (2022 - \$Nil) unused non-capital losses available for tax purposes.

During the year, withholding tax rates were between 0% and 35% (2022 - between 0% and 35%).

Related party transactions and other expenses (Note 8)

Management fees

The Fund pays a management fee on Series A and F units, which is accrued daily and paid monthly. The annual management fee rates, exclusive of taxes, are 1.90% for Series A and 0.90% for Series F. No management fees are paid by 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.

Brokerage commissions and other transaction costs (Note 9)

The Fund paid \$361,937 (2022 - \$214,703) in brokerage commissions and other transactions costs for portfolio transactions during the year. The soft dollars paid during the year were \$50,547 (2022 - \$20,599).

CC&L Equity Income and Growth Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

Financial risk management (Note 10)

Currency risk

The tables below summarize the Fund's exposure to foreign currencies as at December 31, 2023 and 2022 in Canadian dollars. Amounts shown are based on the fair value of monetary assets (including cash and short-term investments) as well as the underlying principal amounts of forward foreign currency contracts, as applicable.

The tables also illustrate the potential impact on net assets attributable to holders of redeemable units as a result of 5% change in these currencies relative to the Canadian dollar, with all other factors remaining constant. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

As at December 31, 2023:

Currency	Monetary Assets (Liabilities) (\$)	% of Net Assets	Impact on Net Assets (\$)
U.S. Dollar	308,998	0.1	15,450
	308,998	0.1	15,450

As at December 31, 2022:

Currency	Monetary Assets (Liabilities) (\$)	% of Net Assets	Impact on Net Assets (\$)
U.S. Dollar	736,216	0.2	36,811
	736,216	0.2	36,811

Interest rate risk

As at December 31, 2023 and 2022, the Fund was exposed to interest rate risk through its investment in short-term debt instruments. If prevailing interest rates had been raised or lowered by 1.0%, assuming a parallel shift in the yield curve, with all other factors remaining constant, net assets attributable to holders of redeemable units would have decreased or increased by approximately \$18,000 (2022 - \$14,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Other price risk

As at December 31, 2023 and 2022, the Fund was exposed to other price risk primarily through its equity investments. Substantially all of the Fund's net assets were exposed to other price risk because of exposure to market fluctuations (not caused by other factors mentioned previously). If stock prices of the portfolio held increased or decreased by 10%, with all other factors remaining constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$42,606,000 (2022 - \$41,473,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

As at December 31, 2023 and 2022, the Fund was exposed to credit risk through its investment in short-term debt instruments that comprised approximately 2.1% (2022 - 1.7%) of the Fund's net assets attributable to holders of redeemable units. All of the short-term investments were rated "AA" or better by Dominion Bond Rating Services (DBRS).

CC&L Equity Income and Growth Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

Securities lending (Note 12)

For the years ended December 31, 2023 and 2022, securities lending income was as follows:

	2023	2022
	(\$)	(\$)
Gross securities lending income	110,311	105,677
Securities lending charges	(21,972)	(20,985)
Net securities lending income	88,339	84,692
Withholding taxes on securities lending income	(2,253)	(3,752)
Net securities lending income received by the Fund	86,086	80,940

Securities lending charges represented 19.9% (2022 - 19.9%) of the gross securities lending income, all of which was paid to the Fund's custodian.

The following table summarizes the securities loaned and collateral held as at December 31, 2023 and 2022.

	2023	2022
	(\$000's)	(\$000's)
Securities loaned	24,309	47,214
Collateral received	24,795	48,158
Collateral percentage of securities loaned	102%	102%

CC&L Global Alpha Fund

Statements of Financial Position

As at December 31

	2023	2022
Assets		
Current assets		
Cash	\$ 8,002,941	\$ 1,335,718
Investments	1,415,817,145	1,079,095,664
Due from broker	673,385	209,478
Dividends receivable	2,094,338	1,494,867
Withholding taxes receivable	25,201	45,831
Other receivables	128,880	108,792
Subscriptions receivable	215,941	1,528,619
	<u>1,426,957,831</u>	<u>1,083,818,969</u>
Liabilities		
Current liabilities		
Due to broker	569,297	-
Accrued expenses	109,033	140,718
Management fees payable	833,300	876,887
Distributions payable	247	771
Redemptions payable	1,624,337	1,429,898
	<u>3,136,214</u>	<u>2,448,274</u>
Net Assets attributable to holders of redeemable units	<u>\$ 1,423,821,617</u>	<u>\$ 1,081,370,695</u>
Net Assets attributable to holders of redeemable units for each class		
Series A	\$ 8,901,475	\$ 8,761,916
Series F	\$ 37,316,185	\$ 40,535,123
Series I	\$ 620,556,516	\$ 308,303,151
Private Client Series	\$ 667,139,244	\$ 660,072,727
Group Series	\$ 89,908,197	\$ 63,697,778
Redeemable units outstanding (note 6)		
Series A	792,698	810,981
Series F	3,127,185	3,549,501
Series I	52,767,451	27,419,951
Private Client Series	34,503,064	35,718,994
Group Series	7,587,596	5,622,436
Net Assets attributable to holders of redeemable units per unit		
Series A	\$ 11.23	\$ 10.80
Series F	\$ 11.93	\$ 11.42
Series I	\$ 11.76	\$ 11.24
Private Client Series	\$ 19.34	\$ 18.48
Group Series	\$ 11.85	\$ 11.33

Approved by the Manager

"Michael Freund"

Director

"Tim Elliott"

Director

The accompanying notes are an integral part of these financial statements.

CC&L Global Alpha Fund

Statements of Comprehensive Income

For the years ended December 31

	2023	2022
Income		
Realized foreign exchange gain (loss) on currency	\$ (1,920,358)	\$ (2,266,100)
Change in unrealized foreign exchange gain (loss) on currency	10,487	144,421
Negative interest charges	-	(22,343)
Other income (loss)	400,967	526,684
Net gain (loss) on investments		
Dividends	26,404,009	20,743,939
Interest for distribution purposes	553,121	178,474
Net realized gain (loss) on investments	22,056,391	(8,057,294)
Net change in unrealized appreciation (depreciation) on investments	47,723,714	(220,279,631)
Total net gain (loss) on investments	<u>96,737,235</u>	<u>(207,414,512)</u>
Total income (loss), net	<u>95,228,331</u>	<u>(209,031,850)</u>
Expenses (note 8)		
Audit fees	19,262	25,465
Custodial fees	241,375	311,590
Filing fees	17,094	25,746
Fundserv fees	4,555	4,320
Independent review committee fees	4,464	9,796
Independent review committee insurance	578	642
Interest expense	256	26,065
Management fees	4,551,545	4,819,405
Professional fees	4,750	5,448
Securityholder reporting fees	117,267	97,241
Transaction costs (note 9)	977,303	827,330
Total operating expenses	<u>5,938,449</u>	<u>6,153,048</u>
Withholding taxes (note 7)	<u>(3,190,031)</u>	<u>(2,554,456)</u>
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	<u>\$ 86,099,851</u>	<u>\$ (217,739,354)</u>
Increase (decrease) in Net Assets attributable to holders of redeemable units for each class		
Series A	\$ 352,152	\$ (1,722,476)
Series F	\$ 2,024,667	\$ (13,160,997)
Series I	\$ 36,994,720	\$ (78,812,312)
Private Client Series	\$ 41,605,778	\$ (122,668,117)
Group Series	\$ 5,122,534	\$ (1,375,452)
Weighted average number of units outstanding		
Series A	803,258	810,621
Series F	3,435,616	5,115,158
Series I	31,352,714	32,281,909
Private Client Series	34,978,053	36,904,292
Group Series	<u>6,796,683</u>	<u>3,343,296</u>
Increase (decrease) in Net Assets attributable to holders of redeemable units per unit		
Series A	\$ 0.44	\$ (2.12)
Series F	\$ 0.59	\$ (2.57)
Series I	\$ 1.18	\$ (2.44)
Private Client Series	\$ 1.19	\$ (3.32)
Group Series	<u>\$ 0.75</u>	<u>\$ (0.41)</u>

The accompanying notes are an integral part of these financial statements.

CC&L Global Alpha Fund

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series A 2023	Series A 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 8,761,916	\$ 10,242,633
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	352,152	(1,722,476)
Redeemable unit transactions		
Proceeds from redeemable units issued	1,028,076	1,662,870
Reinvestments of distributions to holders of redeemable units	20,957	20,109
Redemption of redeemable units	(1,239,636)	(1,420,434)
Net increase (decrease) from redeemable unit transactions	(190,603)	262,545
Distributions to holders of redeemable units		
From net investment income	(21,990)	(20,786)
Total distributions to holders of redeemable units	(21,990)	(20,786)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	139,559	(1,480,717)
Net Assets attributable to holders of redeemable units - End of year	\$ 8,901,475	\$ 8,761,916
	Series F 2023	Series F 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 40,535,123	\$ 44,414,257
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	2,024,667	(13,160,997)
Redeemable unit transactions		
Proceeds from redeemable units issued	9,705,403	43,692,096
Reinvestments of distributions to holders of redeemable units	268,200	256,864
Redemption of redeemable units	(14,900,360)	(34,370,711)
Net increase (decrease) from redeemable unit transactions	(4,926,757)	9,578,249
Distributions to holders of redeemable units		
From net investment income	(316,848)	(296,386)
Total distributions to holders of redeemable units	(316,848)	(296,386)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	(3,218,938)	(3,879,134)
Net Assets attributable to holders of redeemable units - End of year	\$ 37,316,185	\$ 40,535,123

The accompanying notes are an integral part of these financial statements.

CC&L Global Alpha Fund

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series I 2023	Series I 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 308,303,151	\$ 463,131,209
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	36,994,720	(78,812,312)
Redeemable unit transactions		
Proceeds from redeemable units issued	299,897,359	94,509,891
Reinvestments of distributions to holders of redeemable units	7,536,743	4,926,851
Redemption of redeemable units	(24,087,352)	(170,110,964)
Net increase (decrease) from redeemable unit transactions	283,346,750	(70,674,222)
Distributions to holders of redeemable units		
From net investment income	(8,088,105)	(5,341,524)
Total distributions to holders of redeemable units	(8,088,105)	(5,341,524)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	312,253,365	(154,828,058)
Net Assets attributable to holders of redeemable units - End of year	\$ 620,556,516	\$ 308,303,151
	Private Client Series 2023	Private Client Series 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 660,072,727	\$ 883,991,796
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	41,605,778	(122,668,117)
Redeemable unit transactions		
Proceeds from redeemable units issued	37,830,731	84,460,455
Reinvestments of distributions to holders of redeemable units	9,884,575	6,764,230
Redemption of redeemable units	(72,057,965)	(185,476,185)
Net increase (decrease) from redeemable unit transactions	(24,342,659)	(94,251,500)
Distributions to holders of redeemable units		
From net investment income	(10,196,602)	(6,999,452)
Total distributions to holders of redeemable units	(10,196,602)	(6,999,452)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	7,066,517	(223,919,069)
Net Assets attributable to holders of redeemable units - End of year	\$ 667,139,244	\$ 660,072,727

The accompanying notes are an integral part of these financial statements.

CC&L Global Alpha Fund

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Group Series 2023	Group Series 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 63,697,778	\$ 12,293,966
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	5,122,534	(1,375,452)
Redeemable unit transactions		
Proceeds from redeemable units issued	26,847,296	55,812,735
Reinvestments of distributions to holders of redeemable units	1,736,113	756,024
Redemption of redeemable units	(5,759,438)	(3,033,337)
Net increase (decrease) from redeemable unit transactions	22,823,971	53,535,422
Distributions to holders of redeemable units		
From net investment income	(1,736,086)	(756,158)
Total distributions to holders of redeemable units	(1,736,086)	(756,158)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	26,210,419	51,403,812
Net Assets attributable to holders of redeemable units - End of year	\$ 89,908,197	\$ 63,697,778
	Total 2023	Total 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 1,081,370,695	\$ 1,414,073,861
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	86,099,851	(217,739,354)
Redeemable unit transactions		
Proceeds from redeemable units issued	375,308,865	280,138,047
Reinvestments of distributions to holders of redeemable units	19,446,588	12,724,078
Redemption of redeemable units	(118,044,751)	(394,411,631)
Net increase (decrease) from redeemable unit transactions	276,710,702	(101,549,506)
Distributions to holders of redeemable units		
From net investment income	(20,359,631)	(13,414,306)
Total distributions to holders of redeemable units	(20,359,631)	(13,414,306)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	342,450,922	(332,703,166)
Net Assets attributable to holders of redeemable units - End of year	\$ 1,423,821,617	\$ 1,081,370,695

The accompanying notes are an integral part of these financial statements.

CC&L Global Alpha Fund

Statements of Cash Flows

For the years ended December 31

	2023	2022
Cash flows from (used in) Operating activities		
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	\$ 86,099,851	\$ (217,739,354)
Adjustments to reconcile to operating cash flows:		
Change in unrealized foreign exchange (gain) loss on currency	(10,487)	(144,421)
Net realized (gain) loss on investments	(22,056,391)	8,057,294
Net change in unrealized (appreciation) depreciation of investments	(47,723,714)	220,279,631
Purchase of investments	(600,700,634)	(341,357,358)
Proceeds from investments sold	333,864,648	431,417,957
(Increase) decrease in dividends receivable	(599,471)	128,587
(Increase) decrease in withholding tax receivable	20,630	52,865
(Increase) decrease in other receivables	(20,088)	(22,221)
Increase (decrease) in accrued expenses	(31,685)	62,797
Increase (decrease) in management fees payable	(43,587)	(294,221)
Net cash flows from (used in) operating activities	(251,200,928)	100,441,556
Cash flows from (used in) Financing activities		
Proceeds from redeemable units issued**	374,190,650	225,645,594
Redemption of redeemable units**	(115,419,419)	(338,638,489)
Distributions paid to holders of redeemable units, net of reinvestments	(913,567)	(689,939)
Net cash flows from (used in) financing activities	257,857,664	(113,682,834)
Increase (decrease) in cash		
Net increase (decrease) in cash	6,656,736	(13,241,278)
Change in unrealized foreign exchange gain (loss) on currency	10,487	144,421
Cash, beginning of year	1,335,718	14,432,575
Cash, end of year	\$ 8,002,941	\$ 1,335,718
Dividends received, net of withholding taxes*	\$ 22,635,137	\$ 18,370,935
Interest received*	553,121	178,474
Interest paid*	(256)	(26,065)

*included in operating activities

**net of non-cash switches of \$2,430,893 (2022 - \$54,376,629)

The accompanying notes are an integral part of these financial statements.

CC&L Global Alpha Fund

Schedule of Investment Portfolio

As at December 31, 2023

	Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
Equities				
Australia (December 31, 2022: 3.56%)				
Allkem Ltd.	835,142	6,841,354	7,386,448	
ALS Ltd.	2,442,742	26,365,363	28,242,460	
Alumina Ltd.	21,112,227	23,666,454	17,191,130	
Orora Ltd.	3,477,226	9,221,130	8,134,447	
		66,094,301	60,954,485	4.28
Bermuda (December 31, 2022: 0.65%)				
Kerry Logistics Network Ltd.	8,453,203	15,402,250	11,733,720	0.82
Canada (December 31, 2022: 6.38%)				
Advantage Energy Ltd.	1,743,200	16,796,274	14,869,496	
Boardwalk REIT	382,799	15,400,957	27,308,881	
Extendicare Inc.	3,771,542	27,393,526	27,456,826	
Osisko Gold Royalties Ltd.	588,440	9,272,867	11,127,400	
		68,863,624	80,762,603	5.67
Denmark (December 31, 2022: 1.08%)				
Dfds A/S	299,299	17,177,874	13,041,453	0.92
France (December 31, 2022: 3.76%)				
IPSOS SA	227,470	15,457,712	18,803,144	1.32
Germany (December 31, 2022: 1.94%)				
Aurubis AG	86,703	10,224,721	9,378,417	
Evotec SE	575,813	17,371,683	17,848,165	
		27,596,404	27,226,582	1.91
Israel (December 31, 2022: 0.96%)				
Caesarstone Ltd.	1,348,197	23,699,294	6,648,721	0.47
Japan (December 31, 2022: 11.72%)				
Asics Corp.	727,671	20,379,974	30,068,822	
Concordia Financial Group Ltd.	2,068,300	13,571,455	12,469,799	
DMG Mori Co., Ltd.	1,323,860	27,958,845	33,438,122	
Horiba Ltd.	215,266	15,426,903	22,207,854	
Internet Initiative Japan Inc.	1,368,614	20,215,057	36,917,465	
Kurita Water Industries Ltd.	223,200	10,955,936	11,523,619	
Menicon Co., Ltd.	424,028	11,059,890	9,316,079	
Sega Sammy Holdings Inc.	1,308,214	26,371,415	24,129,112	
		145,939,475	180,070,872	12.65
Jersey (December 31, 2022: 1.50%)				
IWG PLC	7,008,618	28,246,227	22,301,755	1.57
Luxembourg (December 31, 2022: 4.59%)				
L'Occitane International SA	9,284,191	25,279,855	34,961,618	
Samsonite International SA	7,220,693	21,900,116	31,397,763	
		47,179,971	66,359,381	4.66
Norway (December 31, 2022: 1.96%)				
Hexagon Composites ASA	2,483,740	13,796,344	9,313,364	
Salmar ASA	435,756	24,273,055	32,204,126	
		38,069,399	41,517,490	2.92
Singapore (December 31, 2022: 2.87%)				
Raffles Medical Group Ltd.	22,439,150	21,922,636	24,225,076	1.70
Spain (December 31, 2022: 3.04%)				
Fluidra SA	351,662	11,046,396	9,655,556	
Melia Hotels International SA	5,626,524	52,311,549	48,845,765	
		63,357,945	58,501,321	4.11
Sweden (December 31, 2022: 1.43%)				
Loomis AB	816,059	31,406,039	28,572,807	2.01
Switzerland (December 31, 2022: 0.30%)				
Landis+Gyr Group AG	72,525	8,822,747	8,635,417	0.61

The accompanying notes are an integral part of these financial statements.

CC&L Global Alpha Fund

Schedule of Investment Portfolio

As at December 31, 2023

	Number of Shares	Average Cost \$	Fair Value \$	Percentage of Net Assets %
United Kingdom (December 31, 2022: 6.82%)				
CVS Group PLC	1,004,525	24,141,228	28,418,483	
Keywords Studios PLC	582,010	16,113,665	16,259,886	
Savills PLC	2,195,338	32,393,197	35,758,657	
		72,648,090	80,437,026	5.65
United States of America (December 31, 2022: 47.23%)				
AAON Inc.	77,100	6,987,458	7,509,925	
ACI Worldwide Inc.	951,660	32,897,122	38,398,687	
ANI Pharmaceuticals Inc.	285,600	15,883,793	20,765,294	
ATN International Inc.	509,801	36,073,374	26,196,557	
Brunswick Corp.	98,033	9,816,076	12,506,518	
Casella Waste Systems Inc.	90,000	10,662,511	10,141,881	
Clean Energy Fuels Corp.	2,813,573	16,821,172	14,209,215	
Cogent Communications Holdings Inc.	183,793	15,984,555	18,433,102	
Curtiss-Wright Corp.	122,200	27,505,625	35,898,808	
Digi International Inc.	261,700	11,816,310	8,972,019	
Diodes Inc.	95,100	10,134,509	10,097,118	
Eagle Materials Inc.	109,620	15,376,751	29,319,498	
Envestnet Inc.	234,339	17,906,492	15,301,653	
Evercore Inc.	32,600	6,938,218	7,352,818	
Farmland Partners Inc.	1,122,027	13,384,453	18,464,222	
Federal Signal Corp.	268,310	15,809,651	27,150,122	
Gentherm Inc.	156,600	11,837,500	10,811,962	
Globus Medical Inc.	357,213	24,716,805	25,100,716	
Helmerich & Payne Inc.	351,200	18,239,461	16,773,206	
Installed Building Products Inc.	49,228	6,481,212	11,867,221	
Limoneira Co.	1,467,584	32,392,005	39,922,279	
NOW Inc.	1,220,400	19,915,583	18,216,366	
Omniceil Inc.	175,488	16,414,971	8,707,526	
Ormat Technologies Inc.	432,996	38,006,246	43,272,193	
PRA Group Inc.	795,957	31,930,884	27,498,185	
RadNet Inc.	431,261	12,924,553	19,772,337	
Rayonier Inc.	315,751	12,054,562	13,910,231	
RLI Corp.	112,840	14,654,536	19,807,037	
Rush Enterprises Inc.	303,800	16,025,026	20,149,714	
Sanmina Corp.	332,430	22,258,487	22,517,642	
Titan Machinery Inc.	290,568	8,717,175	11,065,170	
UMB Financial Corp.	303,199	26,678,085	33,403,144	
Verint Systems Inc.	386,137	16,837,610	13,762,603	
Wintrust Financial Corp.	235,080	22,967,109	28,750,323	
		617,049,880	686,025,292	48.17
Total Equities		1,308,933,868	1,415,817,145	99.44
Embedded Broker Commissions (note 3)		(1,717,773)		
Total Investments		1,307,216,095	1,415,817,145	99.44
Other Assets Less Liabilities			8,004,472	0.56
Net Assets Attributable to Holders of Redeemable Units			1,423,821,617	100.00

The accompanying notes are an integral part of these financial statements.

CC&L Global Alpha Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

These fund specific notes shall be read in conjunction with the accompanying notes to the financial statements, which are an integral part of these financial statements. These fund specific notes can be referenced to the accompanying notes by the corresponding note number. Since they are supplemental to the accompanying notes, there may not be a corresponding specific note to match every accompanying note.

Reporting entity and investment objective (Note 1)

The CC&L Global Alpha Fund was originally established as an open-end investment trust, called Private Client Global Small Cap Portfolio, under the laws of British Columbia pursuant to a supplemental trust agreement between Connor, Clark & Lunn Private Capital Ltd. (“CC&L PC”), the then manager of the CC&L Global Alpha Fund, and RBC Investor Services Trust (“RBC IS”) dated July 15, 2008, which incorporated by reference a master trust agreement between CC&L PC and RBC IS dated January 1, 2005, as amended from time to time (together, “Prior Global Alpha Trust Agreement”). On March 14, 2014 the name of the fund changed from Private Client Global Small Cap Portfolio to the CC&L Global Alpha Fund. The CC&L Global Alpha Fund, prior to obtaining a receipt for the simplified prospectus, existed as a non-public mutual fund. The address of the Fund’s registered office is 1400 – 130 King St. West, P.O. Box 240, Toronto, Ontario, Canada, M5X 1C8.

The investment objective of the Fund is to provide unitholders with long term capital appreciation by investing in a portfolio of global small capitalization equity securities of issuers in countries and industries throughout the world. The Fund may make such investments directly, or indirectly through other funds, including funds managed by the Manager.

Fair value of financial instruments (Note 5)

Classification of investments under the Fair Value Hierarchy

The tables below illustrate the classification of the Fund’s financial instruments measured at fair value at the reporting date. The amounts are based on the values recognized in the Statements of Financial Position.

As at December 31, 2023:

Assets at Fair Value	Level 1	Level 2	Level 3	Total
Global equities	\$ 1,415,817,145	\$ -	\$ -	\$ 1,415,817,145
	\$ 1,415,817,145	\$ -	\$ -	\$ 1,415,817,145

As at December 31, 2022:

Assets at Fair Value	Level 1	Level 2	Level 3	Total
Global equities	\$ 1,079,095,664	\$ -	\$ -	\$ 1,079,095,664
	\$ 1,079,095,664	\$ -	\$ -	\$ 1,079,095,664

There were no transfers of financial assets between Level 1, Level 2 and Level 3 for the years ended December 31, 2023 and 2022. All fair value measurements above are recurring.

CC&L Global Alpha Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

Redeemable units of the Fund (Note 6)

The Fund has five series of redeemable units available for issue, namely Series A, Series F, Series I, Private Client Series and Group Series. Series A and Series F redeemable units are offered to the public by way of prospectus. Series I, Private Client Series and Group Series redeemable units are issued pursuant to statutory exemptions from registration and prospectus requirements.

The different rights and obligations of the outstanding series are detailed below:

Series A:

Series A units are available to all investors who purchase through dealers and who invest the minimum amount. Income and capital gains distributions are reinvested by issuing additional Series A units. Management fees of 2.20% are charged by the Manager to the Fund.

Series F:

Series F units are available to investors who participate in fee based programs through their dealer, whose dealer has signed a Series F agreement with the Manager and who invest the minimum amount. Income and capital gains distributions are reinvested by issuing additional Series F units. Management fees of 1.20% are charged by the Manager to the Fund. Series F unitholders may pay a separate fee to their dealer.

Series I:

Series I units are not available by prospectus and are only available to institutional and other comparable investors as the Manager may determine from time to time. Income and capital gains distributions are reinvested by issuing additional Series I units. Management fees for Series I are negotiable and charged to unitholders directly outside the Fund.

Private Client Series:

Private Client Series units are only available through CC&L PC and are offered primarily to individual investors. Income and capital gains distributions are reinvested by issuing additional Private Client Series units. Management fees of 0.50% are charged by the Manager to the Fund. Unitholders may also pay a separate fee to CC&L PC.

Group Series:

Group Series units are not available by prospectus and are only available to institutional and other comparable investors as the Manager may determine from time to time. Income and capital gains distributions are reinvested by issuing additional Group Series units. Management fees for Group Series are negotiable and charged to unitholders directly outside the Fund.

CC&L Global Alpha Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

For the years ended December 31, 2023 and 2022, changes in outstanding units were as follows:

	Balance - Beginning	Redeemable units	Redeemable units	Redeemable units	Balance -
2023	of year	issued	reinvested	redeemed	End of year
Series A	810,981	92,542	1,993	(112,818)	792,698
Series F	3,549,501	824,375	23,705	(1,270,396)	3,127,185
Series I	27,419,951	26,769,387	662,763	(2,084,650)	52,767,451
Private Client Series	35,718,994	1,993,773	533,410	(3,743,113)	34,503,064
Group Series	5,622,436	2,304,015	152,180	(491,035)	7,587,596
<hr/>					
2022					
Series A	793,363	139,754	1,960	(124,096)	810,981
Series F	3,280,786	3,411,909	23,686	(3,166,880)	3,549,501
Series I	34,780,024	7,823,665	446,195	(15,629,933)	27,419,951
Private Client Series	40,414,097	4,412,915	377,862	(9,485,880)	35,718,994
Group Series	916,290	4,903,024	69,237	(266,115)	5,622,436

As at December 31, 2023 and 2022, a single unitholder held 100% of the Fund's outstanding Group Series redeemable units.

Taxation of Fund (Note 7)

As at December 31, 2023, the Fund had unused capital losses of \$8,510,804 (2022 - \$19,054,875), which may be carried forward indefinitely to reduce future net realized capital gains. There were \$Nil (2022 - \$Nil) unused non-capital losses available for tax purposes to offset future investment income.

During the year, withholding tax rates were between 0% and 35% (2022 - between 0% and 35%).

Related party transactions and other expenses (Note 8)

Management fees

Management fees are charged either to the Fund or to unitholders directly by the Manager as detailed in Note 6 above.

Brokerage commissions and other transaction costs (Note 9)

The Fund paid \$977,303 (2022 - \$827,330) in brokerage commissions and other transaction costs for portfolio transactions during the year. The soft dollars paid during the year were \$Nil (2022 - \$Nil).

CC&L Global Alpha Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

Financial risk management (Note 10)

Currency risk

The tables below summarize the Fund's exposure to foreign currencies as at December 31, 2023 and 2022 in Canadian dollars. Amounts shown are based on the carrying values of monetary assets (including cash and short-term investments) as well as the underlying principal amounts of forward foreign currency contracts, as applicable.

The tables also illustrate the potential impact on net assets attributable to holders of redeemable units as a result of 5% change in these currencies relative to the Canadian dollar, with all other factors remaining constant. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

As at December 31, 2023:

Currency	Monetary Assets (Liabilities) (\$)	% of Net Assets	Impact on Net Assets (\$)
Danish Krone	(6)	-	-
Euro	698,586	-	34,929
Japanese Yen	1,036,772	0.1	51,839
Norwegian Krone	33	-	2
Swedish Krona	76	-	4
Swiss Franc	(569,297)	-	(28,465)
US Dollar	851,036	-	42,552
Total	2,017,200	0.1	100,861

As at December 31, 2022:

Currency	Monetary Assets (Liabilities) (\$)	% of Net Assets	Impact on Net Assets (\$)
Danish Krone	(6)	-	-
Euro	25,053	-	1,253
Japanese Yen	820,166	0.1	41,008
Norwegian Krone	20,847	-	1,042
Swiss Franc	114,903	-	5,745
US Dollar	498,322	-	24,916
Total	1,479,285	0.1	73,964

Interest rate risk

As at December 31, 2023 and 2022, interest rate risk was negligible as the Fund had no significant exposure to long-term interest-bearing investments.

CC&L Global Alpha Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

Other price risk

As at December 31, 2023 and 2022, the Fund was exposed to other price risk primarily through its equity investments. Substantially all of the Fund's net assets were exposed to other price risk because of exposure to market fluctuations (not caused by other factors mentioned previously). If stock prices of the portfolio held increased or decreased by 10%, with all other factors remaining constant, net assets would have increased or decreased by approximately \$141,582,000 (2022 - \$107,910,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Credit risk

As at December 31, 2023 and 2022, credit risk was negligible as the Fund had no significant exposure to debt or derivative instruments.

CC&L High Yield Bond Fund

Statements of Financial Position

As at December 31

	2023	2022
Assets		
Current assets		
Short-term investments	\$ 6,188,677	\$ 683,690
Investments	80,464,535	98,092,804
Unrealized appreciation on currency forward contracts	663,829	151,522
Unrealized appreciation on futures contracts	130,000	81,499
Daily variation margin	179,231	164,810
Due from broker	318,446	1,060,701
Interest receivable	1,031,471	1,164,506
Other receivables	-	58
Subscriptions receivable	294,167	9,486
	89,270,356	101,409,076
Liabilities		
Current liabilities		
Bank indebtedness	10,343	19,235
Unrealized depreciation on currency forward contracts	270,709	7,971
Unrealized depreciation on futures contracts	261,921	6,902
Due to broker	165,215	1,464,153
Accrued expenses	36,581	43,877
Management fees payable	509	720
Distributions payable	-	150
Redemptions payable	701,398	18,010
	1,446,676	1,561,018
Net Assets attributable to holders of redeemable units	\$ 87,823,680	\$ 99,848,058
Net Assets attributable to holders of redeemable units for each class		
Series A	\$ 240,138	\$ 341,006
Series F	\$ 138,247	\$ 225,261
Series I	\$ 87,445,295	\$ 99,281,791
Redeemable units outstanding (note 6)		
Series A	33,431	48,172
Series F	17,834	29,776
Series I	9,987,321	11,732,642
Net Assets attributable to holders of redeemable units per unit		
Series A	\$ 7.18	\$ 7.08
Series F	\$ 7.75	\$ 7.57
Series I	\$ 8.76	\$ 8.46

Approved by the Manager

"Michael Freund"

Director

"Tim Elliott"

Director

The accompanying notes are an integral part of these financial statements.

CC&L High Yield Bond Fund

Statements of Comprehensive Income

For the years ended December 31

	2023	2022
Income		
Realized foreign exchange gain (loss) on currency	\$ 6,529	\$ (102,905)
Change in unrealized foreign exchange gain (loss) on currency	(79)	274
Securities lending income (note 12)	4,819	8,466
Other income (loss)	47,886	11,615
Net gain (loss) on investments		
Interest for distribution purposes	5,110,147	4,923,788
Net realized gain (loss) on investments	(2,768,928)	(8,260,990)
Net realized gain (loss) on currency forward contracts	(115,547)	(1,926,152)
Net realized gain (loss) on futures contracts	419,035	624,271
Net change in unrealized appreciation (depreciation) on investments	6,168,136	(6,020,372)
Net change in unrealized appreciation (depreciation) on currency forward contracts	249,569	(22,184)
Net change in unrealized appreciation (depreciation) on futures contracts	(206,518)	129,086
Total net gain (loss) on investments	<u>8,855,894</u>	<u>(10,552,553)</u>
Total income (loss), net	<u>8,915,049</u>	<u>(10,635,103)</u>
Expenses (note 8)		
Audit fees	18,099	25,465
Custodial fees	40,277	53,990
Filing fees	18,519	25,746
Fundserv fees	43	59
Independent review committee fees	4,464	4,711
Independent review committee insurance	578	642
Interest expense	747	815
Management fees	8,508	10,569
Professional fees	4,566	5,449
Securityholder reporting fees	12,466	11,476
Transaction costs (note 9)	4,613	2,974
Total operating expenses	<u>112,880</u>	<u>141,896</u>
Withholding taxes (note 7)	-	(49)
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	<u>\$ 8,802,169</u>	<u>\$ (10,777,048)</u>
Increase (decrease) in Net Assets attributable to holders of redeemable units for each class		
Series A	\$ 19,037	\$ (56,198)
Series F	\$ 13,295	\$ (23,601)
Series I	<u>\$ 8,769,837</u>	<u>\$ (10,697,249)</u>
Weighted average number of units outstanding		
Series A	43,740	55,068
Series F	25,002	28,617
Series I	<u>12,214,417</u>	<u>11,862,269</u>
Increase (decrease) in Net Assets attributable to holders of redeemable units per unit		
Series A	\$ 0.44	\$ (1.02)
Series F	\$ 0.53	\$ (0.82)
Series I	<u>\$ 0.72</u>	<u>\$ (0.90)</u>

The accompanying notes are an integral part of these financial statements.

CC&L High Yield Bond Fund

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series A 2023	Series A 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 341,006	\$ 619,255
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	19,037	(56,198)
Redeemable unit transactions		
Proceeds from redeemable units issued	-	300
Reinvestments of distributions to holders of redeemable units	5,323	6,611
Redemption of redeemable units	(109,879)	(208,636)
Net increase (decrease) from redeemable unit transactions	(104,556)	(201,725)
Distributions to holders of redeemable units		
From net investment income	(15,349)	(20,326)
Total distributions to holders of redeemable units	(15,349)	(20,326)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	(100,868)	(278,249)
Net Assets attributable to holders of redeemable units - End of year	\$ 240,138	\$ 341,006
	Series F 2023	Series F 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 225,261	\$ 248,311
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	13,295	(23,601)
Redeemable unit transactions		
Proceeds from redeemable units issued	5,950	58,794
Reinvestments of distributions to holders of redeemable units	3,610	3,109
Redemption of redeemable units	(100,543)	(49,721)
Net increase (decrease) from redeemable unit transactions	(90,983)	12,182
Distributions to holders of redeemable units		
From net investment income	(9,326)	(11,631)
Total distributions to holders of redeemable units	(9,326)	(11,631)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	(87,014)	(23,050)
Net Assets attributable to holders of redeemable units - End of year	\$ 138,247	\$ 225,261

The accompanying notes are an integral part of these financial statements.

CC&L High Yield Bond Fund

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units

For the years ended December 31

	Series I 2023	Series I 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 99,281,791	\$ 122,861,274
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	8,769,837	(10,697,249)
Redeemable unit transactions		
Proceeds from redeemable units issued	18,128,650	13,425,537
Reinvestments of distributions to holders of redeemable units	5,390,425	5,380,901
Redemption of redeemable units	(38,691,471)	(26,265,079)
Net increase (decrease) from redeemable unit transactions	(15,172,396)	(7,458,641)
Distributions to holders of redeemable units		
From net investment income	(5,433,937)	(5,423,593)
Total distributions to holders of redeemable units	(5,433,937)	(5,423,593)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	(11,836,496)	(23,579,483)
Net Assets attributable to holders of redeemable units - End of year	\$ 87,445,295	\$ 99,281,791
	Total 2023	Total 2022
Net Assets attributable to holders of redeemable units - Beginning of year	\$ 99,848,058	\$ 123,728,840
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	8,802,169	(10,777,048)
Redeemable unit transactions		
Proceeds from redeemable units issued	18,134,600	13,484,631
Reinvestments of distributions to holders of redeemable units	5,399,358	5,390,621
Redemption of redeemable units	(38,901,893)	(26,523,436)
Net increase (decrease) from redeemable unit transactions	(15,367,935)	(7,648,184)
Distributions to holders of redeemable units		
From net investment income	(5,458,612)	(5,455,550)
Total distributions to holders of redeemable units	(5,458,612)	(5,455,550)
Increase (decrease) in Net Assets attributable to holders of redeemable units during the year	(12,024,378)	(23,880,782)
Net Assets attributable to holders of redeemable units - End of year	\$ 87,823,680	\$ 99,848,058

The accompanying notes are an integral part of these financial statements.

CC&L High Yield Bond Fund

Statements of Cash Flows

For the years ended December 31

	2023	2022
Cash flows from (used in) Operating activities		
Increase (decrease) in Net Assets attributable to holders of redeemable units from operations	\$ 8,802,169	\$ (10,777,048)
Adjustments to reconcile to operating cash flows:		
Change in unrealized foreign exchange (gain) loss on currency	79	(274)
Net realized (gain) loss on investments	2,768,928	8,260,990
Net change in unrealized (appreciation) depreciation of investments	(6,168,136)	6,020,372
Net change in unrealized (appreciation) depreciation on currency forward contracts	(249,569)	22,184
Net change in unrealized (appreciation) depreciation on futures contracts	206,518	(129,086)
Purchase of investments	(236,404,936)	(225,446,657)
Proceeds from investments sold	251,370,743	234,850,224
(Increase) decrease in daily variation margin	(14,421)	32,185
(Increase) decrease in interest receivable	133,035	183,286
(Increase) decrease in other receivables	58	987
Increase (decrease) in accrued expenses	(7,296)	17,085
Increase (decrease) in management fees payable	(211)	(690)
Net cash flows from (used in) operating activities	20,436,961	13,033,558
Cash flows from (used in) Financing activities		
Proceeds from redeemable units issued**	17,849,919	13,455,742
Redemption of redeemable units**	(38,218,505)	(26,518,609)
Distributions paid to holders of redeemable units, net of reinvestments	(59,404)	(64,823)
Net cash flows from (used in) financing activities	(20,427,990)	(13,127,690)
Increase (decrease) in cash		
Net increase (decrease) in cash	8,971	(94,132)
Change in unrealized foreign exchange gain (loss) on currency	(79)	274
Cash (bank indebtedness), beginning of year	(19,235)	74,623
Cash (bank indebtedness), end of year	\$ (10,343)	\$ (19,235)
Interest received, net of withholding taxes*	\$ 5,243,182	\$ 5,107,025
Interest paid*	(747)	(815)

*included in operating activities

**net of non-cash switches of \$0 (2022 - \$26,277)

The accompanying notes are an integral part of these financial statements.

CC&L High Yield Bond Fund

Schedule of Investment Portfolio

As at December 31, 2023

	Coupon Rate/ Yield %	Maturity Date	Par Value	Average Cost \$	Fair Value \$	Percentage of Net Assets %
Short-Term Investments						
Canadian Treasury Bills (December 31, 2022: 0.20%)						
Canadian Treasury Bill*	5.089	4-Jan-24	200,000	198,072	198,072	0.23
Bankers' Acceptances (December 31, 2022: 0.49%)						
Canadian Imperial Bank of Commerce	5.326	4-Jan-24	105,000	103,702	103,702	
Canadian Imperial Bank of Commerce	5.303	8-Jan-24	45,000	44,376	44,376	
Canadian Imperial Bank of Commerce	5.375	24-Jan-24	225,000	222,001	222,001	
Canadian Imperial Bank of Commerce	5.244	26-Feb-24	385,000	380,045	380,045	
Canadian Imperial Bank of Commerce	5.235	28-Feb-24	150,000	148,703	148,703	
Royal Bank of Canada	5.345	2-Jan-24	165,000	163,071	163,071	
Royal Bank of Canada	5.315	9-Jan-24	65,000	64,162	64,162	
Royal Bank of Canada	5.225	15-Jan-24	250,000	247,836	247,836	
Royal Bank of Canada	5.355	29-Jan-24	70,000	69,080	69,080	
Royal Bank of Canada	5.205	31-Jan-24	395,000	390,978	390,978	
Royal Bank of Canada	5.264	5-Feb-24	215,000	212,222	212,222	
Royal Bank of Canada	5.243	15-Feb-24	255,000	251,968	251,968	
Royal Bank of Canada	5.244	21-Feb-24	415,000	409,659	409,659	
Royal Bank of Canada	5.226	29-Feb-24	25,000	24,687	24,687	
Royal Bank of Canada	5.214	11-Mar-24	2,990,000	2,952,124	2,952,124	
Royal Bank of Canada	5.232	25-Mar-24	55,000	54,271	54,271	
Toronto-Dominion Bank	5.344	15-Jan-24	185,000	182,601	182,601	
Toronto-Dominion Bank	5.345	16-Jan-24	50,000	49,401	49,401	
				5,970,887	5,970,887	6.80
Promissory Notes (December 31, 2022: Nil%)						
Province of Alberta	5.183	8-Jan-24	20,000	19,718	19,718	0.02
Total Short-Term Investments				6,188,677	6,188,677	7.05
Bonds						
Australia (December 31, 2022: 0.22%)						
FMG Resources August 2006 Pty Ltd.	4.375	1-Apr-31	134,000	155,614	161,867	0.18
Canada (December 31, 2022: 48.65%)						
Air Canada	4.625	15-Aug-29	974,000	876,043	910,751	
Allied Properties REIT	3.113	8-Apr-27	338,000	307,275	308,749	
AltaLink LP	4.692	28-Nov-32	518,000	505,713	536,448	
ARC Resources Ltd.	2.354	10-Mar-26	668,000	617,774	637,016	
Bank of Montreal	4.709	7-Dec-27	43,000	43,000	43,369	
Bank of Montreal	5.039	29-May-28	209,000	203,298	213,752	
Bank of Montreal	4.537	18-Dec-28	621,000	621,000	624,566	
Baytex Energy Corp.	8.750	1-Apr-27	503,000	682,253	685,966	
Bell Canada	3.600	29-Sep-27	149,000	137,938	145,359	
Bell Canada	3.800	21-Aug-28	706,000	676,282	692,796	
Brookfield Property Finance ULC	4.000	30-Sep-26	418,000	418,000	383,789	
Brookfield Property Finance ULC	7.125	13-Feb-28	66,000	66,000	64,942	
Brookfield Renewable Partners ULC	4.250	15-Jan-29	114,000	109,217	112,369	
Brookfield Renewable Partners ULC	3.380	15-Jan-30	298,000	268,704	278,293	
CAE Inc.	5.541	12-Jun-28	378,000	377,671	389,221	
Canadian Government Bond	2.000	1-Dec-51	462,000	413,935	372,128	
Canadian Government Bond	1.750	1-Dec-53	2,345,000	1,637,714	1,762,228	
Canadian Natural Resources Ltd.	4.850	30-May-47	28,000	30,977	26,602	
Capital Power Corp.	5.378	25-Jan-27	904,000	904,451	919,353	
Capital Power Corp.	5.816	15-Sep-28	425,000	425,000	441,741	
Capital Power Corp.	5.973	25-Jan-34	117,000	116,986	122,015	
Cogeco Communications Inc.	2.991	22-Sep-31	46,000	38,537	40,214	
Dream Industrial REIT	2.539	7-Dec-26	215,000	197,028	201,348	
Dream Industrial REIT	2.057	17-Jun-27	54,000	46,874	49,158	
Dream Industrial REIT	5.383	22-Mar-28	162,000	162,737	164,505	
Dream Summit Industrial LP	2.250	12-Jan-27	91,000	80,912	84,197	
Dream Summit Industrial LP	2.440	14-Jul-28	68,000	58,384	61,164	
Emera Inc.	6.750	15-Jun-76	1,010,000	1,326,794	1,309,105	

The accompanying notes are an integral part of these financial statements.

CC&L High Yield Bond Fund

Schedule of Investment Portfolio

As at December 31, 2023

	Coupon Rate/ Yield %	Maturity Date	Par Value	Average Cost \$	Fair Value \$	Percentage of Net Assets %
Enbridge Inc.	2.990	3-Oct-29	217,000	183,561	200,598	
Enbridge Inc.	5.375	27-Sep-77	1,654,000	1,618,545	1,559,113	
Enbridge Inc.	6.625	12-Apr-78	33,000	32,549	32,551	
Enbridge Inc.	5.000	19-Jan-82	631,000	518,713	538,863	
Enbridge Inc.	8.495	15-Jan-84	33,000	33,000	34,768	
Enbridge Pipelines Inc.	3.520	22-Feb-29	1,233,000	1,160,833	1,182,955	
Enbridge Pipelines Inc.	2.820	12-May-31	231,000	202,183	206,375	
Enbridge Pipelines Inc.	5.330	6-Apr-40	368,000	357,227	371,398	
Enbridge Pipelines Inc.	4.550	29-Sep-45	177,000	153,933	162,196	
First Capital REIT	3.447	1-Mar-28	355,000	350,814	326,128	
Ford Credit Canada Co.	7.375	12-May-26	184,000	188,219	191,802	
Ford Credit Canada Co.	2.961	16-Sep-26	97,000	90,301	91,446	
GFL Environmental Inc.	4.750	15-Jun-29	109,000	136,253	135,539	
Hydro One Inc.	4.850	30-Nov-54	56,000	55,955	60,280	
iA Financial Corp. Inc.	5.685	20-Jun-33	67,000	67,000	68,914	
Inter Pipeline Ltd.	4.232	1-Jun-27	872,000	873,571	857,245	
Inter Pipeline Ltd.	5.760	17-Feb-28	201,000	204,314	207,516	
Inter Pipeline Ltd.	3.983	25-Nov-31	515,000	426,152	469,919	
Inter Pipeline Ltd.	6.380	17-Feb-33	74,000	76,672	78,637	
Inter Pipeline Ltd.	6.590	9-Feb-34	423,000	422,835	455,324	
Inter Pipeline Ltd.	6.625	19-Nov-79	979,000	1,032,845	927,067	
Keyera Corp.	6.875	13-Jun-79	63,000	59,378	61,172	
Keyera Corp.	5.950	10-Mar-81	492,000	464,405	436,490	
National Bank of Canada	2.237	4-Nov-26	109,000	100,713	102,687	
National Bank of Canada	5.219	14-Jun-28	773,000	769,010	796,136	
National Bank of Canada	5.023	1-Feb-29	800,000	799,904	819,436	
National Bank of Canada	5.426	16-Aug-32	1,102,000	1,096,988	1,114,520	
Northern Courier Pipeline LP	3.365	30-Jun-42	476,744	476,744	428,868	
Northwestern Hydro Acquisition Co II LP	3.877	31-Dec-36	480,000	490,464	428,402	
Nova Scotia Power Inc.	4.951	15-Nov-32	667,000	665,527	674,116	
Nova Scotia Power Inc.	6.950	25-Aug-33	49,000	56,338	56,364	
Nova Scotia Power Inc.	4.150	6-Mar-42	43,000	34,234	38,533	
Nova Scotia Power Inc.	3.612	1-May-45	50,000	40,839	40,999	
Nova Scotia Power Inc.	3.307	25-Apr-50	343,000	248,966	259,777	
Nova Scotia Power Inc.	5.355	24-Mar-53	46,000	46,948	48,519	
Parkland Corp.	4.375	26-Mar-29	100,000	100,000	92,344	
Parkland Corp.	4.500	1-Oct-29	541,000	674,872	654,717	
Parkland Corp.	4.625	1-May-30	14,000	14,843	17,004	
Pembina Pipeline Corp.	4.800	25-Jan-81	977,000	813,043	827,035	
Primaris REIT	4.727	30-Mar-27	111,000	105,705	108,858	
Primaris REIT	5.934	29-Mar-28	159,000	158,033	161,947	
Primaris REIT	6.374	30-Jun-29	337,000	337,767	350,757	
RioCan REIT	2.361	10-Mar-27	66,000	65,791	60,692	
RioCan REIT	5.611	6-Oct-27	79,000	79,221	79,985	
RioCan REIT	2.829	8-Nov-28	448,000	428,539	401,717	
RioCan REIT	5.962	1-Oct-29	415,000	414,859	427,095	
Rogers Communications Inc.	3.800	1-Mar-27	812,000	838,239	795,658	
Rogers Communications Inc.	5.700	21-Sep-28	233,000	232,699	244,501	
Rogers Communications Inc.	3.750	15-Apr-29	589,000	556,287	566,747	
Rogers Communications Inc.	3.300	10-Dec-29	858,000	776,735	800,687	
Rogers Communications Inc.	2.900	9-Dec-30	107,000	86,843	95,908	
Rogers Communications Inc.	5.000	17-Dec-81	2,465,000	2,340,418	2,350,809	
Royal Bank of Canada	4.612	26-Jul-27	26,000	26,319	26,164	
Royal Bank of Canada	4.632	1-May-28	3,000	2,849	3,025	
Russel Metals Inc.	6.000	16-Mar-26	250,000	250,625	249,844	
Saputo Inc.	5.250	29-Nov-29	483,000	494,334	500,204	
SmartCentres REIT	3.444	28-Aug-26	75,000	69,824	71,946	
SmartCentres REIT	3.192	11-Jun-27	82,000	74,699	76,991	
SmartCentres REIT	3.834	21-Dec-27	430,000	399,200	409,561	
SmartCentres REIT	5.354	29-May-28	118,000	114,941	118,550	
SmartCentres REIT	2.307	18-Dec-28	50,000	41,390	43,672	
Suncor Energy Inc.	5.400	17-Nov-26	1,878,000	1,880,215	1,924,478	
TELUS Corp.	3.625	1-Mar-28	383,000	354,128	372,433	

The accompanying notes are an integral part of these financial statements.

CC&L High Yield Bond Fund

Schedule of Investment Portfolio

As at December 31, 2023

	Coupon Rate/ Yield %	Maturity Date	Par Value	Average Cost \$	Fair Value \$	Percentage of Net Assets %
TELUS Corp.	3.300	2-May-29	178,000	161,231	168,844	
TELUS Corp.	5.000	13-Sep-29	450,000	449,979	461,879	
TELUS Corp.	5.600	9-Sep-30	1,582,000	1,582,641	1,673,038	
TELUS Corp.	5.950	8-Sep-53	260,000	250,771	289,254	
Toronto-Dominion Bank	4.680	8-Jan-29	270,000	270,000	273,139	
Tourmaline Oil Corp.	2.077	25-Jan-28	561,000	492,749	511,318	
TransCanada PipeLines Ltd.	3.800	5-Apr-27	951,000	1,006,904	932,467	
Transcanada Trust	4.650	18-May-77	1,938,000	1,895,982	1,771,959	
Transcanada Trust	4.200	4-Mar-81	77,000	61,972	63,546	
Transcanada Trust	5.600	7-Mar-82	8,000	10,157	8,850	
Videotron Ltd.	5.750	15-Jan-26	90,000	88,200	89,938	
Videotron Ltd.	4.500	15-Jan-30	1,292,000	1,316,569	1,220,940	
Videotron Ltd.	3.125	15-Jan-31	1,054,000	936,881	903,695	
				45,142,884	45,247,993	51.51
Ireland (December 31, 2022: 0.64%)						
Perrigo Finance Unlimited Co.	3.150	15-Jun-30	719,000	864,840	863,580	0.98
Italy (December 31, 2022: 0.46%)						
Japan (December 31, 2022: 0.65%)						
Liberia (December 31, 2022: 0.04%)						
Royal Caribbean Cruises Ltd.	4.250	1-Jul-26	38,000	37,395	48,428	0.06
Luxembourg (December 31, 2022: 0.33%)						
Netherlands (December 31, 2022: 0.26%)						
AerCap Holdings NV	5.875	10-Oct-79	64,000	62,831	83,421	
NXP BV / NXP Funding LLC	4.300	18-Jun-29	231,000	290,041	296,147	
NXP BV / NXP Funding LLC	3.400	1-May-30	345,000	410,730	418,270	
				763,602	797,838	0.91
Panama (December 31, 2022: 0.25%)						
Carnival Corp.	5.750	1-Mar-27	156,000	190,692	200,803	0.23
United Kingdom (December 31, 2022: 0.99%)						
International Game Technology PLC	4.125	15-Apr-26	245,000	312,332	314,191	
Vmed O2 UK Financing I PLC	4.250	31-Jan-31	207,000	248,700	238,689	
Vodafone Group PLC	4.125	4-Jun-81	13,000	14,514	14,781	
Vodafone Group PLC	5.125	4-Jun-81	96,000	120,029	95,773	
				695,575	663,434	0.76
United States of America (December 31, 2022: 45.76%)						
AdaptHealth LLC	6.125	1-Aug-28	235,000	267,800	267,780	
AdaptHealth LLC	4.625	1-Aug-29	103,000	114,455	104,992	
AdaptHealth LLC	5.125	1-Mar-30	242,000	261,798	249,331	
Air Lease Corp.	5.400	1-Jun-28	84,000	83,207	86,015	
Albertsons Cos Inc.	3.500	15-Mar-29	728,000	846,024	872,732	
Allison Transmission Inc.	5.875	1-Jun-29	64,000	82,243	84,188	
Ally Financial Inc.	5.750	20-Nov-25	55,000	82,760	72,127	
American Axle & Manufacturing Inc.	6.875	1-Jul-28	276,000	349,822	357,966	
Avis Budget Car Rental LLC	4.750	1-Apr-28	107,000	131,161	130,032	
Avis Budget Car Rental LLC	8.000	15-Feb-31	404,000	540,572	532,440	
Block Inc.	2.750	1-Jun-26	214,000	270,146	266,281	
Boyd Gaming Corp.	4.750	15-Jun-31	287,000	342,639	347,743	
Buckeye Partners LP	3.950	1-Dec-26	258,000	317,126	321,775	
Cable One Inc.	4.000	15-Nov-30	1,206,000	1,307,499	1,289,492	
CCO Holdings LLC	5.000	1-Feb-28	1,075,000	1,363,304	1,357,340	
CCO Holdings LLC	4.750	1-Mar-30	198,000	221,539	238,943	
CCO Holdings LLC	4.500	1-May-32	385,000	468,605	435,466	
Cheniere Energy Partners LP	4.500	1-Oct-29	54,000	74,877	68,196	
Cheniere Energy Partners LP	4.000	1-Mar-31	68,000	90,999	81,637	
Cheniere Energy Partners LP	4.000	1-Mar-31	2,000	2,240	2,401	
Chesapeake Energy Corp.	5.500	1-Feb-26	35,000	45,737	45,793	
Chesapeake Energy Corp.	5.875	1-Feb-29	37,000	49,896	47,864	

The accompanying notes are an integral part of these financial statements.

CC&L High Yield Bond Fund

Schedule of Investment Portfolio

As at December 31, 2023

	Coupon Rate/ Yield %	Maturity Date	Par Value	Average Cost \$	Fair Value \$	Percentage of Net Assets %
CHS/Community Health Systems Inc.	8.000	15-Mar-26	165,000	212,266	217,040	
CHS/Community Health Systems Inc.	5.250	15-May-30	14,000	14,930	15,465	
Cinemark USA Inc.	5.875	15-Mar-26	27,000	35,376	34,880	
Cinemark USA Inc.	5.250	15-Jul-28	1,753,000	2,061,489	2,122,840	
Civitas Resources Inc.	8.375	1-Jul-28	962,000	1,276,532	1,325,823	
Civitas Resources Inc.	8.625	1-Nov-30	121,000	169,304	169,374	
Cleveland-Cliffs Inc.	6.750	15-Apr-30	700,000	926,420	937,170	
CSC Holdings LLC	11.250	15-May-28	14,000	18,902	19,034	
CSC Holdings LLC	4.500	15-Nov-31	34,000	31,842	33,952	
Cushman & Wakefield US Borrower LLC	6.750	15-May-28	90,000	115,930	118,201	
Dana Inc.	5.625	15-Jun-28	53,000	65,622	68,965	
Dana Inc.	4.250	1-Sep-30	68,000	73,063	79,587	
DT Midstream Inc.	4.125	15-Jun-29	152,000	195,427	184,626	
Encino Acquisition Partners Holdings LLC	8.500	1-May-28	120,000	156,095	156,028	
EQM Midstream Partners LP	4.750	15-Jan-31	191,000	234,372	234,724	
EQM Midstream Partners LP	6.500	15-Jul-48	45,000	44,280	60,888	
FirstEnergy Corp.	4.400	15-Jul-27	200,000	277,018	253,812	
FirstEnergy Corp.	2.250	1-Sep-30	200,000	249,792	222,424	
Ford Motor Co.	3.250	12-Feb-32	767,000	815,238	841,580	
Ford Motor Credit Co LLC	4.271	9-Jan-27	1,432,000	1,908,853	1,812,053	
Ford Motor Credit Co LLC	2.900	10-Feb-29	151,000	181,606	174,540	
Goodyear Tire & Rubber Co.	5.250	15-Jul-31	367,000	421,798	439,674	
Goodyear Tire & Rubber Co.	5.625	30-Apr-33	33,000	39,037	39,056	
Gray Escrow II Inc.	5.375	15-Nov-31	267,000	244,951	266,021	
Gray Television Inc.	7.000	15-May-27	124,000	140,871	155,569	
Hertz Corp.	5.000	1-Dec-29	887,000	920,054	960,945	
Hess Midstream Operations LP	5.625	15-Feb-26	67,000	89,798	87,777	
Hess Midstream Operations LP	5.125	15-Jun-28	166,000	216,736	211,385	
Hilton Domestic Operating Co Inc.	3.625	15-Feb-32	243,000	292,708	280,023	
Icahn Enterprises LP	6.250	15-May-26	304,000	402,439	382,810	
Icahn Enterprises LP	5.250	15-May-27	12,000	15,705	14,227	
Icahn Enterprises LP	4.375	1-Feb-29	22,000	25,581	24,259	
iHeartCommunications Inc.	6.375	1-May-26	114,000	124,252	128,305	
iHeartCommunications Inc.	5.250	15-Aug-27	217,000	214,002	227,627	
Iron Mountain Inc.	5.250	15-Jul-30	301,000	376,602	378,261	
Iron Mountain Inc.	4.500	15-Feb-31	119,000	150,357	142,407	
Lamar Media Corp.	4.000	15-Feb-30	14,000	16,982	16,938	
Lamar Media Corp.	3.625	15-Jan-31	84,000	95,415	98,520	
Levi Strauss & Co.	3.500	1-Mar-31	37,000	42,491	42,297	
LGI Homes Inc.	4.000	15-Jul-29	8,000	8,976	9,111	
LifePoint Health Inc.	9.875	15-Aug-30	505,000	675,982	673,778	
LifePoint Health Inc.	11.000	15-Oct-30	295,000	396,004	410,149	
Match Group Holdings II LLC	5.625	15-Feb-29	156,000	196,945	199,962	
Midcap Financial Issuer Trust	5.625	15-Jan-30	73,000	89,396	85,910	
Murphy Oil Corp.	6.375	15-Jul-28	114,000	146,562	151,151	
Navient Corp.	5.000	15-Mar-27	356,000	457,787	453,647	
New Fortress Energy Inc.	6.500	30-Sep-26	187,000	233,465	237,038	
Newell Brands Inc.	4.450	1-Apr-26	95,000	118,660	123,626	
Newell Brands Inc.	6.625	15-Sep-29	197,000	265,152	259,212	
Newell Brands Inc.	5.750	1-Apr-46	26,000	39,589	28,551	
Nexstar Media Inc.	4.750	1-Nov-28	338,000	391,851	411,050	
Nissan Motor Acceptance Co LLC	2.750	9-Mar-28	319,000	362,128	371,467	
NRG Energy Inc.	3.625	15-Feb-31	116,000	134,042	131,602	
NRG Energy Inc.	3.875	15-Feb-32	14,000	14,641	15,825	
NuStar Logistics LP	5.625	28-Apr-27	172,000	228,994	226,036	
OneMain Finance Corp.	6.625	15-Jan-28	186,000	254,847	247,787	
OneMain Finance Corp.	4.000	15-Sep-30	109,000	122,724	123,199	
Outfront Media Capital LLC	4.625	15-Mar-30	42,000	44,405	49,436	
Owens-Brockway Glass Container Inc.	6.375	15-Aug-25	109,000	144,530	144,742	
Owens-Brockway Glass Container Inc.	7.250	15-May-31	224,000	304,718	299,838	
PRA Group Inc.	8.375	1-Feb-28	62,000	84,425	78,756	
Prime Security Services Borrower LLC	5.750	15-Apr-26	175,000	244,087	232,151	
Rocket Mortgage LLC	2.875	15-Oct-26	97,000	110,004	118,100	

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CC&L High Yield Bond Fund

Schedule of Investment Portfolio

As at December 31, 2023

	Coupon Rate/ Yield %	Maturity Date	Par Value	Average Cost \$	Fair Value \$	Percentage of Net Assets %
Rocket Mortgage LLC	3.875	1-Mar-31	169,000	216,717	196,274	
Scripps Escrow Inc.	5.875	15-Jul-27	882,000	971,455	1,034,336	
Sealed Air Corp.	6.875	15-Jul-33	49,000	67,675	68,605	
Service Properties Trust	7.500	15-Sep-25	129,000	182,982	172,133	
Sinclair Television Group Inc.	5.500	1-Mar-30	46,000	34,134	45,571	
Sinclair Television Group Inc.	4.125	1-Dec-30	111,000	97,070	103,369	
Sirius XM Radio Inc.	4.000	15-Jul-28	255,000	326,209	311,187	
Sirius XM Radio Inc.	3.875	1-Sep-31	322,000	340,188	363,759	
Station Casinos LLC	4.500	15-Feb-28	432,000	518,603	537,501	
Sunoco LP	6.000	15-Apr-27	137,000	190,686	181,159	
Sunoco LP	4.500	30-Apr-30	106,000	126,641	129,548	
Tallgrass Energy Partners LP	6.000	31-Dec-30	93,000	115,339	114,172	
Tallgrass Energy Partners LP	6.000	1-Sep-31	35,000	42,342	42,753	
Taylor Morrison Communities Inc.	5.875	15-Jun-27	50,000	67,238	66,335	
Tenet Healthcare Corp.	4.250	1-Jun-29	65,000	77,584	76,495	
Tenet Healthcare Corp.	4.250	1-Jun-29	397,000	475,393	487,933	
Tenet Healthcare Corp.	6.125	15-Jun-30	6,000	7,572	8,009	
Travel + Leisure Co.	4.625	1-Mar-30	29,000	33,180	34,245	
United Airlines Inc.	4.625	15-Apr-29	105,000	124,153	129,631	
United Rentals North America Inc.	3.875	15-Feb-31	1,017,000	1,172,181	1,220,057	
United States Treasury Note	4.375	30-Nov-28	69,000	94,907	93,116	
United States Treasury Note	3.875	15-Aug-33	88,000	113,181	115,928	
United States Treasury Note	4.500	15-Nov-33	295,000	404,978	408,497	
United States Treasury Note	3.625	15-May-53	163,000	181,679	198,762	
United States Treasury Note	4.125	15-Aug-53	800	1,007	1,067	
Verizon Communications Inc.	2.375	22-Mar-28	113,000	100,620	104,562	
Verizon Communications Inc.	2.550	21-Mar-31	15,000	17,613	17,060	
VMware LLC	1.800	15-Aug-28	188,000	208,921	217,502	
VMware LLC	2.200	15-Aug-31	76,000	81,613	83,094	
Wyndham Hotels & Resorts Inc.	4.375	15-Aug-28	161,000	206,352	198,660	
Yum! Brands Inc.	4.625	31-Jan-32	322,000	420,624	397,507	
				<u>32,297,336</u>	<u>32,480,592</u>	36.98
Total Bonds				<u>80,147,938</u>	<u>80,464,535</u>	91.61
Total Investments				<u>86,336,615</u>	<u>86,653,212</u>	98.66
Total unrealized appreciation on currency forward contracts (Schedule 1)					663,829	0.76
Total unrealized depreciation on currency forward contracts (Schedule 1)					(270,709)	(0.31)
Total unrealized appreciation on futures contracts (Schedule 2)					130,000	0.15
Total unrealized depreciation on futures contracts (Schedule 2)					(261,921)	(0.30)
Other Assets Less Liabilities					<u>909,269</u>	1.04
Net Assets Attributable to Holders of Redeemable Units					<u>87,823,680</u>	100.00

* Security pledged as collateral for derivatives held by the Fund.

The accompanying notes are an integral part of these financial statements.

CC&L High Yield Bond Fund

Currency Forward Contracts (Schedule 1)

As at December 31, 2023

Counterparty*	Currency Code	Amount Sold	Currency Code	Amount Bought	Maturity Date	Unrealized Appreciation/ (Depreciation) \$
Bank of Nova Scotia	USD	(118,000)	CAD	157,175	19-Mar-24	1,735
Royal Bank of Canada	USD	(42,000)	CAD	55,719	19-Mar-24	396
Toronto-Dominion Bank	USD	(15,911,724)	CAD	21,626,737	19-Mar-24	661,698
						663,829
Bank of Nova Scotia	CAD	(8,818,945)	USD	6,492,000	19-Mar-24	(265,239)
Bank of Nova Scotia	CAD	(41,505)	USD	31,000	19-Mar-24	(666)
Bank of Nova Scotia	CAD	(125,755)	USD	94,000	19-Mar-24	(1,924)
Bank of Nova Scotia	CAD	(7,175)	USD	5,393	19-Mar-24	(72)
Bank of Nova Scotia	CAD	(58,398)	USD	44,000	19-Mar-24	(439)
Royal Bank of Canada	CAD	(68,925)	USD	51,000	19-Mar-24	(1,732)
Toronto-Dominion Bank	CAD	(190,310)	USD	144,000	19-Mar-24	(637)
						(270,709)
						393,120

* All counterparties have a credit rating of AA or better.

Futures Contracts (Schedule 2)

As at December 31, 2023

Description	Maturity Date	Number of Contracts	Fair Value \$	Unrealized Appreciation/ (Depreciation) \$
CBOT US 5 Year T-Note Futures	28-Mar-24	32	4,589,717	100,805
CBOT Ultra Bond Futures	19-Mar-24	2	352,313	29,195
			4,942,030	130,000
MTL Canadian 10-Year Futures	19-Mar-24	(14)	(1,738,520)	(56,760)
Canadian 5 Year Bond Futures	19-Mar-24	(78)	(8,789,820)	(205,161)
			(10,528,340)	(261,921)
			(5,586,310)	(131,921)

The accompanying notes are an integral part of these financial statements.

CC&L High Yield Bond Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

These fund specific notes shall be read in conjunction with the accompanying notes to the financial statements, which are an integral part of these financial statements. These fund specific notes can be referenced to the accompanying notes by the corresponding note number. Since they are supplemental to the accompanying notes, there may not be a corresponding specific note to match every accompanying note.

Reporting entity and investment objective (Note 1)

The CC&L High Yield Bond Fund (the “Fund”) is an open-ended mutual fund trust established under the laws of Ontario and is governed by the Declaration of Trust dated May 1, 2012 (the Declaration of Trust), as amended from time to time. The Fund commenced operations on May 1, 2012. The address of the Fund’s registered office is 1400 – 130 King St. West, P.O. Box 240, Toronto, Ontario, Canada, M5X 1C8.

The investment objective of the Fund is to construct a diversified portfolio of primarily high-yield bonds or other income producing securities issued primarily by foreign issuers with an opportunity for capital appreciation over the longer term.

Fair value of financial instruments (Note 5)

Classification of investments under the Fair Value Hierarchy

The tables below illustrate the classification of the Fund’s financial instruments measured at fair value at the reporting date. The amounts are based on the values recognized in the Statements of Financial Position.

As at December 31, 2023:

Assets at Fair Value		Level 1		Level 2		Level 3		Total
Short-term investments	\$	-	\$	6,188,677	\$	-	\$	6,188,677
Bonds		-		80,464,535		-		80,464,535
Currency forward contracts		-		663,829		-		663,829
Futures contracts		130,000		-		-		130,000
	\$	130,000	\$	87,317,041	\$	-	\$	87,447,041

Liabilities at Fair Value		Level 1		Level 2		Level 3		Total
Currency forward contracts	\$	-	\$	270,709	\$	-	\$	270,709
Futures contracts		261,921		-		-		261,921
	\$	261,921	\$	270,709	\$	-	\$	532,630

CC&L High Yield Bond Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

As at December 31, 2022:

Assets at Fair Value	Level 1	Level 2	Level 3	Total
Short-term investments	\$ -	\$ 683,690	\$ -	\$ 683,690
Bonds	-	98,092,804	-	98,092,804
Currency forward contracts	-	151,522	-	151,522
Futures contracts	81,499	-	-	81,499
	\$ 81,499	\$ 98,928,016	\$ -	\$ 99,009,515

Liabilities at Fair Value	Level 1	Level 2	Level 3	Total
Currency forward contracts	\$ -	\$ 7,971	\$ -	\$ 7,971
Futures contracts	6,902	-	-	6,902
	\$ 6,902	\$ 7,971	\$ -	\$ 14,873

There were no transfers of financial assets or liabilities between Level 1, Level 2 and Level 3 for the years ended December 31, 2023 and 2022. All fair value measurements above are recurring.

Redeemable units of the Fund (Note 6)

The Fund has three series of units available for issue, namely Series A, Series F and Series I. Series A units are available to all investors who purchase through dealers and who invest the minimum amount. Series F units are available to investors who participate in fee based programs through their dealer. Series I units are available to institutional and other comparable investors as the Manager may determine from time to time who invest \$1 million or such lesser amount as the Manager may agree.

For the years ended December 31, 2023 and 2022, changes in outstanding redeemable units were as follows:

	Balance - Beginning of year	Redeemable units issued	Redeemable units reinvested	Redeemable units redeemed	Balance - End of year
2023					
Series A	48,172	-	747	(15,488)	33,431
Series F	29,776	773	471	(13,186)	17,834
Series I	11,732,642	2,106,481	624,894	(4,476,696)	9,987,321
2022					
Series A	74,353	37	899	(27,117)	48,172
Series F	28,226	7,274	398	(6,122)	29,776
Series I	12,580,103	1,478,222	617,065	(2,942,748)	11,732,642

Taxation of Fund (Note 7)

As at December 31, 2023, the Fund had unused capital losses of \$21,062,437 (2022 - \$18,207,968), which may be carried forward indefinitely to reduce future realized capital gains. There were \$Nil (2022 - \$Nil) unused non-capital losses available for tax purposes.

During the year, withholding tax rates were between 0% and 35% (2022 - between 0% and 35%).

CC&L High Yield Bond Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

Related party transactions and other expenses (Note 8)

Management fees

The Fund pays a management fee, which is accrued daily and paid monthly. The annual management fee rates, exclusive of taxes, are 1.85% for Series A and 0.85% for Series F. For Series I, fees are negotiable and charged outside the Fund, but may not exceed 1.85%.

Brokerage commissions and other transaction costs (Note 9)

The Fund paid \$4,613 (2022 - \$2,974) in brokerage commissions and other transactions costs for portfolio transactions during the year. The soft dollars paid during the year were \$Nil (2022 - \$Nil).

Financial risk management (Note 10)

Currency risk

The tables below summarize the Fund's exposure to foreign currencies as at December 31, 2023 and 2022 in Canadian dollars. Amounts shown are based on the fair value of monetary assets (including cash and short-term investments) as well as the underlying principal amounts of forward foreign currency contracts, as applicable.

The tables also illustrate the potential impact on net assets attributable to holders of redeemable units as a result of 5% change in these currencies relative to the Canadian dollar, with all other factors remaining constant. In practice, actual results may differ from this sensitivity analysis and the difference could be material.

As at December 31, 2023:

Currency	Monetary Assets (\$)	Derivative Currency Contracts (\$)	Net Exposure (\$)	% of Net Assets	Impact on Net Assets (\$)
US Dollar	38,539,971	(12,144,743)	26,395,228	30.1	1,319,761
Total	38,539,971	(12,144,743)	26,395,228	30.1	1,319,761

As at December 31, 2022:

Currency	Monetary Assets (\$)	Derivative Currency Contracts (\$)	Net Exposure (\$)	% of Net Assets	Impact on Net Assets (\$)
US Dollar	50,937,146	(20,880,918)	30,056,228	30.1	1,502,811
Total	50,937,146	(20,880,918)	30,056,228	30.1	1,502,811

Interest rate risk

As at December 31, 2023 and 2022, the Fund had direct exposure to interest rate risk through its investment in fixed income, short-term debt and interest rate derivative instruments. The tables below summarize the Fund's exposure to interest rate risk as at December 31, 2023 and 2022. Amounts shown are based on the carrying values of debt instruments and exclude cash and preferred shares, as applicable.

CC&L High Yield Bond Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

As at December 31, 2023:

Debt Instruments Grouped by Maturity Date	Total \$	% of Net Assets
Less than 1 year	6,188,677	7.0
1 to 3 years	6,891,491	7.9
3 to 5 years	24,993,154	28.5
Greater than 5 years	48,579,890	55.3
Total	86,653,212	98.7

As at December 31, 2022:

Debt Instruments Grouped by Maturity Date	Total \$	% of Net Assets
Less than 1 year	683,690	0.7
1 to 3 years	3,394,287	3.4
3 to 5 years	28,640,769	28.7
Greater than 5 years	66,057,748	66.1
Total	98,776,494	98.9

If prevailing interest rates had been raised or lowered by 1.0%, assuming a parallel shift in the yield curve, with all other factors remaining constant, net assets attributable to holders of redeemable units would have decreased or increased by approximately \$3,982,000 (2022 - \$4,755,000). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

Other price risk

As at December 31, 2023 and 2022, other price risk was negligible as the Fund had no significant exposure to investments subject to market fluctuations.

Credit risk

The tables below summarize the Fund's exposure to credit risk as at December 31, 2023 and 2022. Amounts shown are based on the carrying values of debt instruments and the unrealized gain on derivative instruments outstanding with counterparties.

CC&L High Yield Bond Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

As at December 31, 2023:

Debt and Counterparty Credit Ratings	Total \$	% of Net Assets
AAA	9,802,497	11.1
AA	1,735	-
A	2,278,525	2.6
BBB	33,717,022	38.4
BB	31,850,310	36.3
B	9,666,952	11.0
Total	87,317,041	99.4

As at December 31, 2022:

Debt and Counterparty Credit Ratings	Total \$	% of Net Assets
AAA	5,155,061	5.2
AA	1,267	-
A	9,552,944	9.6
BBB	42,852,558	42.9
BB	34,390,323	34.4
B	6,553,837	6.6
CCC	422,026	0.4
Total	98,928,016	99.1

Securities lending (Note 12)

For the years ended December 31, 2023 and 2022, securities lending income was as follows:

	2023 (\$)	2022 (\$)
Gross securities lending income	6,024	10,582
Securities lending charges	(1,205)	(2,116)
Net securities lending income	4,819	8,466
Withholding taxes on securities lending income	-	-
Net securities lending income received by the Fund	4,819	8,466

Securities lending charges represented 20.0% (2022 - 20.0%) of the gross securities lending income, all of which was paid to the Fund's custodian.

CC&L High Yield Bond Fund

Notes to Financial Statements – Fund Specific Information

December 31, 2023 and 2022

The following table summarizes the securities loaned and collateral held as at December 31, 2023 and 2022.

	2023	2022
	(\$000's)	(\$000's)
Securities loaned	6,739	2,753
Collateral received	6,874	2,808
Collateral percentage of securities loaned	102%	102%

Connor, Clark & Lunn Funds Inc.

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Notes to Financial Statements
December 31, 2023 and 2022

These notes shall be read in conjunction with the accompanying fund specific notes which are an integral part of these financial statements.

1 General information

The investment activities of the below funds, collectively the “Funds”, are managed by Connor, Clark & Lunn Funds Inc. (the “Manager”):

- CC&L Core Income and Growth Fund
- CC&L Equity Income and Growth Fund
- CC&L Global Alpha Fund
- CC&L High Yield Bond Fund

The Trustee of the Funds is RBC Investor Services Trust.

The financial statements were authorized for issue by the Manager on March 22, 2024.

2 Basis of presentation

(a) Statement of compliance:

These annual financial statements have been prepared in compliance with IFRS Accounting Standards. The Financial Statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and liabilities (including derivatives) at fair value through profit and loss.

(b) Functional and presentational currency:

These financial statements are presented in Canadian dollars, which is the Funds' functional currency.

3 Material accounting policy information

The Funds have consistently applied the following accounting policies to all periods presented in these financial statements.

(a) Financial instruments:

The Funds have determined that they meet the definition of an ‘investment entity’. An investment entity is an entity that: obtains funds from one or more investors for the purpose of providing them with investment management services; commits to its investors that its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and measures and evaluates the performance of substantially all of its investments on a fair value basis. The significant judgment that the Funds have made in determining that they meet this definition is that fair value is the primary measurement attribute used to measure and evaluate the performance of substantially all of their investments.

The Funds classify and measure financial instruments in accordance with International Financial Reporting Standard (“IFRS”) 9, “Financial Instruments”. The standard requires financial assets to be classified as amortized cost, fair value through profit or loss (“FVTPL”), or fair value through other comprehensive income based on the entity’s business model for managing the financial assets and the contractual cash flow characteristics of these assets. Assessment and decision on the business model approach used is an accounting judgement. The Funds classify investments based on both the Funds' business models for managing those financial assets and the

Connor, Clark & Lunn Funds Inc.

Mutual Funds

Notes to Financial Statements
December 31, 2023 and 2022

contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Funds are primarily focused on fair value information and use that information to assess performance and to make decisions. Consequently, all investments are measured at FVTPL.

More specifically, the Funds' investments, derivative assets and liabilities, if any, are measured at FVTPL. The Funds' obligations for Net Assets attributable to holders of redeemable units are presented at the redemption amount. All other financial assets and liabilities are initially recognized at fair value and subsequently measured at amortized cost. Under this method, financial assets and liabilities reflect the amounts required to be received or paid, discounted when appropriate, at the financial instrument's effective interest rate. The fair values of the Funds' financial assets and liabilities that are not carried at FVTPL approximate their carrying amounts due to their short-term nature.

The net asset value ("NAV") per unit is determined by dividing the aggregate market value of the net assets of the Fund by the total number of units of the Fund outstanding before giving effect to redemptions or subscriptions to units on that day.

The interest for distribution purposes, if any, shown on the Statements of Comprehensive Income represents the coupon interest received by the Funds accounted for on an accrual basis. The Funds do not amortize premiums paid or discounts received on the purchase of fixed income securities except for zero coupon bonds. Dividends are recognized as income on the ex-dividend date. Distributions from income trusts and pooled funds are recognized when the Funds have earned the right to receive payment of the distributions. The cost of investments is determined using the average cost method.

(b) Redeemable units of the Funds:

Under International Accounting Standard ("IAS") 32, "Financial Instruments: Presentation", the Funds classified their redeemable units as liabilities. The Funds' redeemable units do not meet the criteria in IAS 32 for classification as equity as each Fund has more than one contractual obligation to its unitholders. Investors have the right to require redemption, subject to available liquidity, for cash at a unit price based on the Funds' valuation policies at each redemption date. Unitholders are also entitled to distributions when declared, and have the right to receive distributions in cash. Therefore, the ongoing redemption feature is not the only contractual obligation related to units.

(c) Increase (decrease) in Net Assets attributable to holders of redeemable units per series unit:

The increase (decrease) in Net Assets attributable to holders of redeemable units per unit is calculated by dividing the increase (decrease) in Net Assets attributable to holders of redeemable units by the weighted average number of units outstanding during the period.

(d) Foreign exchange:

Foreign currency denominated investments and other foreign currency denominated assets and liabilities are translated into Canadian dollars using the exchange rates prevailing on each valuation date. Purchases and sales of investments, as well as income and expense transactions denominated in foreign currencies, are translated using exchange rates prevailing on the date of the transaction. Foreign currency gains and losses on foreign currency denominated assets and liabilities other than investments are presented separately in the Statements of Comprehensive Income. Foreign currency gains and losses on investments are included in the Net realized gain (loss) on investments and Net change in unrealized appreciation (depreciation) on investments in the Statements of Comprehensive Income.

Connor, Clark & Lunn Funds Inc.

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Notes to Financial Statements
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(e) Income and expense allocation:

Realized gains/losses, changes in unrealized appreciation (depreciation) on investments and derivatives, income and expenses are allocated daily to each series based on the proportionate share of the net asset value of the series. The proportionate share of each series is determined by adding the current day's net unitholder subscriptions of the series to the prior day's net asset value of the series. Any income or expense amounts that are unique to a particular series (for example, management fees) are accounted for separately in that particular series so as not to affect the net asset value of the other series.

(f) Income taxes:

The Funds qualify as mutual fund trusts under the Income Tax Act (Canada). All of each Fund's net income for tax purposes and sufficient net capital gains realized in any period are required to be distributed to unitholders such that no income tax is payable by each Fund. As a result, the Funds do not record income taxes. Since the Funds do not record income taxes, the tax benefit of capital and non-capital losses has not been reflected in the Statements of Financial Position as a deferred income tax asset.

(g) Transaction costs:

Transaction costs such as brokerage commissions incurred in the purchase and sale of securities are expensed as incurred and are recognized in the Statements of Comprehensive Income.

(h) Forward contracts:

The Funds may enter into foreign exchange forward contracts for economic hedging purposes or to establish an exposure to a particular currency. Open forward contracts are valued at the gain or loss that would arise as a result of closing the position on the valuation date. Unrealized gains and losses on foreign exchange forward contracts are included in Net change in unrealized appreciation (depreciation) on currency forward contracts in the Statements of Comprehensive Income, and upon closing of a contract, the realized gain or loss is included in Net realized gain (loss) on currency forward contracts. Outstanding settlement amounts on the close out of foreign exchange forward contracts are listed in the Schedule of Investment Portfolio and are presented in the Statements of Financial Position as unrealized appreciation or unrealized depreciation on currency forward contracts.

(i) Futures:

The Funds may purchase standardized, exchange-traded futures contracts. Any outstanding futures contracts as at reporting period end date are listed in the Schedule of Investment Portfolio and are presented in the Statements of Financial Position as unrealized appreciation or unrealized depreciation on futures contracts. Any difference between the value at the close of business on the current valuation day and that of the previous valuation day is settled in cash daily and recorded in the Statements of Comprehensive Income as Net change in unrealized appreciation (depreciation) on futures contracts, and upon closing of a contract, the realized gain or loss is included in Net realized gain (loss) on futures contracts. Any amounts receivable (payable) from settlement of futures contracts are reflected in the Statements of Financial Position as Daily variation margin. Certain short-term debt instruments, as indicated in the Schedule of Investment Portfolio, may be segregated and held as margin against the futures contracts purchased by the Funds.

(j) New standards and interpretations not yet adopted:

The Funds adopted Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2) from 1 January 2023. The amendments require the disclosure of 'material' rather than 'significant' accounting policies. Although the amendments did not result in any changes to the accounting policies themselves, they impacted the accounting policy information disclosed (in this note) in certain instances.

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Notes to Financial Statements
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4 Critical accounting estimates and judgements

The preparation of financial statements in conformity with IFRS Accounting Standards requires the Manager to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis.

5 Fair value of financial instruments

The fair value of a financial instrument is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Funds classify fair value measurements within a hierarchy which gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy are:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

Level 2: Inputs other than quoted prices included within Level 1 that are observable either directly or indirectly; and

Level 3: Inputs that are unobservable.

The fair values of financial assets and financial liabilities that are traded in active markets (such as publicly traded derivatives and marketable securities) are based on quoted market prices or dealer price quotations at the close of trading on the reporting date. The Funds use the last traded market price for both financial assets and financial liabilities where the last traded price falls within that day's bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances. The Funds' policy is to recognize transfers into and out of the fair value hierarchy levels as of the date of the event or change in circumstances giving rise to the transfer.

The carrying value of cash, daily variation margin, receivable from brokers, subscriptions receivable, interest and dividends receivable, other receivables, bank indebtedness, payable to brokers, redemptions payable, distributions payable, management fees payable, performance fees payable and accrued expenses, if applicable, approximates their fair value given their short-term nature. These financial instruments are classified as Level 2 in the fair value hierarchy because, while prices are available, there is no active market for these instruments.

Fair value measurement of derivatives and securities not quoted in an active market

For financial instruments that trade infrequently and have little price transparency, fair value is less objective, and requires varying degrees of judgment depending on liquidity, uncertainty of market factors, pricing assumptions and other risks affecting the specific instrument.

The Funds use widely recognized valuation models for determining the fair value of financial instruments such as future, option, forward and swap contracts that use only observable market data and require little management judgment and estimation. Observable prices and model inputs are usually available in the market for listed debt and equity securities, and exchange-traded derivatives, such as futures and options, and over-the-counter derivatives such as forward contracts and swaps. The availability of observable market prices and model inputs reduces the need for management judgment and estimation and reduces the uncertainty associated with the determination of fair values.

Connor, Clark & Lunn Funds Inc.

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

Classification of investments under the Fair Value Hierarchy

Equity positions (including income trusts, exchange-traded funds and limited partnerships) are classified as Level 1 when the security is actively traded and a reliable price is observable. If equities do not trade frequently and observable prices are not available, fair value is determined using observable market data (e.g. transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

Bonds and mortgage backed securities include primarily government and corporate bonds and mortgage backed securities, which are valued using models with inputs including interest rate curves, credit spreads and volatilities. The inputs that are significant to valuation are generally observable and therefore investments in bonds and mortgage backed securities have been generally classified as Level 2.

Short-term investments are classified as Level 2, since they are stated at amortized cost, which approximates fair value.

Pooled fund units, if any, held as investments are classified as Level 2 as their fair value is derived from the respective fund's NAV.

Derivative assets and liabilities consist of currency forward contracts which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value are classified as Level 2.

Futures and exchange-traded credit default swap index contracts are classified as Level 1, as a quoted price is used based on observable market information.

6 Redeemable units of the Funds

The Funds have authorized an unlimited number of series of units and may issue an unlimited number of units of each series. All issued units are fully paid and have been recorded in the official listing of unitholders maintained by the Funds' trustee RBC Investor Services Trust. The Funds' units are sold, and are redeemable at the holder's option, in accordance with the provisions of the declaration of trust at the prevailing net asset value per unit. The Funds have no restrictions or specific capital requirements on the subscription and redemption of units.

The relevant movements are shown on the Statements of Changes in Net Assets Attributable to Holders of Redeemable Units. However, switches between series within each Fund are excluded from Proceeds from redeemable units issued and Redemption of redeemable units in the Statements of Cash Flows. In accordance with the objectives and risk management policies outlined in Note 10, the Funds endeavour to invest subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions. Liquidity is supported by the disposal of marketable securities when necessary.

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7 Taxation of Funds

The Funds may have unused capital losses which may be carried forward indefinitely to reduce future net realized capital gains, and unused non-capital losses which may be applied against the future investment income, available for tax purposes, as detailed in the fund specific notes of each Fund.

Certain dividend, interest and security lending income received by the Funds is subject to withholding tax imposed in the country of origin. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income.

As at December 31, 2023 and 2022, the Funds have considered contingent tax liabilities and uncertain tax treatments, as well as interest and penalties, and determined that no amount need be accrued in respect of such amounts.

8 Related party transactions and other expenses

Management fees

Management fees may be charged by the Manager as detailed in the fund specific notes either to the Funds or directly to the unitholders. The Manager is responsible for managing the investment portfolio, providing investment analysis and recommendations, making investment decisions, making brokerage arrangements relating to the purchase and sale of the investment portfolio and making arrangements with registered dealers for the purchase and sale of units of the Funds by investors.

Independent Review Committee fees

In accordance with National Instrument 81-107, the Funds have in place an Independent Review Committee (“IRC”). The IRC acts for all of the applicable CC&L funds. The Funds pay a share of expenses of the IRC, as the IRC provides oversight for conflict of interest matters for the Funds. The cost of the IRC is shared amongst the funds for which the IRC provides governance.

Other expenses

The Funds are responsible for audit fees, custodial fees, securityholder reporting fees and other expenses incurred directly for the operations of the Funds.

9 Brokerage commissions and other transaction costs

The Manager may select brokers who charge commission in “soft dollars” if they determine in good faith that the commission is reasonable in relation to the order execution and research services utilized. Soft dollars represent a means of paying for products or services provided by brokerage firms (e.g., research reports) in exchange for direction transactions (e.g., trade execution) to the brokerage. Funds’ managers may use soft dollars allocated by brokerages to pay for a portion of the total commissions owed to the brokerage.

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10 Financial risk management

The Funds may be exposed to a variety of financial risks which are described below. The Funds' exposure to these risks is concentrated in their investment holdings. In determining the risks that apply, and the extent to which they apply, reference should be made to the Schedules of Investment Portfolio and supporting schedules that group securities by asset class, market segment and geographic region (when securities are held in multiple currencies). The Manager aims to manage the potential effects of these financial risks on the Funds' performance by employing and overseeing professional and experienced portfolio managers that regularly monitor the Funds' holdings, market events and overall economic conditions.

The portfolio managers use a variety of means to monitor the Funds including the measurement of specific financial and economic variables pertinent to the Funds. The Funds' risk management program is based on monitoring compliance against investment guidelines contained in the Statement of Investment Policy ("SIP"). The SIP is an internal document that outlines how the Funds are managed. The SIP states the investment objective of each Fund and the investment guidelines. The guidelines include permitted investments, acceptable levels of diversification and the permitted uses of derivatives.

Securities are selected with the intent of maximizing returns within the risk parameters defined in the SIP. On a daily basis, these guidelines and other restrictions are monitored against the positions in the Funds using an electronic compliance system to confirm there are no violations and to ensure market movements do not leave the Funds' portfolio holdings outside specified ranges. Corrective action is taken when necessary and any guideline violations are reported to the Manager.

The Funds may be exposed indirectly to the below risks through investments in exchange-traded funds and underlying funds.

The economic uncertainties around persistent inflation pressure, global pandemic recovery, geopolitical events, climate change and ongoing natural disasters could slow growth in the global economy. Developing reliable estimates and applying judgment continue to be substantially complex. Actual results may differ from those estimates and assumptions.

Refer to the fund specific notes of each Fund for specific risk disclosures.

Currency risk

Currency risk is the risk that the value of monetary assets and liabilities denominated in currencies other than the Canadian dollar (the functional and presentational currency of the Funds) will fluctuate due to changes in foreign exchange rates. The Schedule of Investment Portfolio of each Fund and supporting schedules identify all investments and derivative instruments denominated in foreign currencies. Bonds and short-term investments issued in foreign countries are exposed to that country's currency unless otherwise noted. Bonds, short-term investments and derivatives denominated in foreign currencies are exposed to currency risk as prices are converted to the Funds' functional currency in determining fair value. Foreign equities are not exposed to currency risk since they are considered non-monetary investments. Changes in the market value of these securities due to fluctuations in exchange rates are considered a component of other price risk (see below).

The portfolio manager may utilize hedging strategies at their discretion to minimize exposure to currency risk.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of the Funds' interest-bearing investments will fluctuate due to changes in prevailing interest rates. The longer the term to maturity, all else being equal, the more sensitive a security is to interest rate risk. The Funds' exposure to interest rate risk is concentrated in its investment in

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debt securities (such as bonds and short-term investments) and interest rate derivative instruments (if any). Other assets and liabilities are short-term in nature and non-interest bearing.

The Funds may also hold a limited amount of floating rate debt, cash and short-term investments that expose the Funds to cash flow interest rate risk. The Funds have direct exposure to interest rate changes on the valuation and cash flows of its interest bearing assets and liabilities. However, it may also be indirectly affected by the impact of interest rate changes on the earnings of certain companies in which the Funds invest. Therefore the sensitivity analysis may not fully indicate the total effect on the Funds' net assets to holders of redeemable shares of redeemable units of future movements in interest rates.

The portfolio manager targets the Funds' duration to be within a specified tolerance of the benchmark or as otherwise specified in the SIP in order to minimize exposure to interest rate risk.

Other price risk

Other price risk is the risk that the fair value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from currency risk or interest rate risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in a market.

Unexpected volatility or illiquidity could occur due to legal, political, regulatory, economic or other developments, such as public health emergencies, including an epidemic or pandemic, natural disasters, war and related geopolitical risks, and may impair the portfolio manager's ability to carry out the objectives of the Funds or cause the Funds to incur losses. Neither the duration nor ultimate effect of any such market conditions, nor the degree to which such conditions may worsen can be predicted.

The portfolio manager adheres to specified investment constraints in relation to asset class and diversification, thus minimizing exposure to other price risk.

Other assets and liabilities are monetary items that are short-term in nature and not subject to other price risk.

Credit risk

Credit risk is the risk that a loss could arise when a security issuer or counterparty to a financial instrument is unable to meet its financial obligations. To maximize the credit quality of its investments, the Manager performs ongoing credit evaluations of debt issuers. The fair value of debt securities includes consideration of the credit worthiness of the debt issuer. Credit risk can also arise with counterparties on forward contracts. Credit risk exposure for over-the-counter derivative instruments is based on the Funds' unrealized gain of the contractual obligations with the counterparty as at the reporting date. The credit exposure of other assets is represented by their carrying amount.

The Funds measure credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management considers both historical analysis and forward looking information in determining any expected credit loss. At December 31, 2023 and 2022, all other receivables, amounts due from brokers, cash and short-term deposits are held with counterparties with a credit ratings ranging from AAA to AA. Credit risk related to unsettled transactions is considered small due to the short settlement period involved. Management considers the probability of default to be close to zero as the counterparties have a strong capacity to meet their contractual obligations in the near term.

Credit ratings are determined from a composite of bond rating services such as Standard & Poor's, Moody's and Dominion Bond Rating Services and are subject to change without notice.

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The Funds can also be exposed to credit risk to the extent that the Funds' custodian may not be able to settle trades for cash. RBC Investor Services Trust, which is the custodian for the Funds, is approved by Canadian Securities Administrator to act as custodian.

Liquidity risk

Liquidity risk is the risk that a Fund may not be able to settle or meet its obligations on time or at a reasonable price. The Funds' exposure to liquidity risk is concentrated in the daily cash redemptions of units, which are due on demand. The liquidity of some securities held by the Funds, which may need to be disposed of in order to meet immediate or short-term obligations, are susceptible to rapid negative movements in credit markets; in particular non-government issued fixed income securities found on the Schedule of Investments Portfolios. Like all fixed income securities, the market value of these securities is based on a credit risk premium or 'spread'. The greater the credit risk associated with a security, the greater the spread demanded by holders. There is a negative correlation between the size of the spread and the value or price of the underlying security.

The Funds may also be exposed to liquidity risk through their investments in underlying funds. The underlying funds invest the majority of their investments in securities that are traded in an active market and can be readily disposed of to maintain liquidity.

The Funds retain sufficient cash, short-term investments and marketable securities that can be readily disposed of to maintain liquidity. Liquidity risk is considered negligible. The Funds' financial liabilities are all short-term in nature and are expected to mature within three months of the December 31, 2023 financial statement date, with the exception of redeemable units, which are due on demand. All of the Funds' financial liabilities as at December 31, 2022 matured within three months of the financial statement date.

Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographic region, asset type or sector.

The portfolio manager adheres to specified investment constraints in relation to asset class and diversification, thus minimizing exposure to concentration risk.

The Schedule of Investment Portfolios of the respective Funds provide detailed information on the Funds' concentration risk exposure as at December 31, 2023 and 2022.

Capital risk management

Redeemable units issued and outstanding are considered to be capital of the Funds. The Funds are not subject to any internally or externally imposed restrictions on their capital. Each unit is redeemable at the option of the unitholder in accordance with the Declaration of Trust and entitles the unitholder to a pro rata share of the corresponding Fund's NAV. Unitholders are entitled to distributions when declared. Distributions on units of the Funds are reinvested in additional units of the corresponding Fund or at the option of the unitholder, paid in cash.

11 Investments in structured entities

The Funds have determined that all of the underlying pooled funds ('Investee Funds') in which they invest are unconsolidated structured entities. The exposure to investments in underlying funds is disclosed in the fund specific notes.

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The Funds have determined that all of the mortgage-related and other asset-backed securities in which they invest are unconsolidated structured entities. These securities include mortgage pass-through securities, collateralized mortgage obligations, commercial mortgage-backed securities, asset-backed securities, collateralized debt obligations and other securities that directly or indirectly represent a participation in, or are secured by and payable from, mortgage loans on real property. The debt and equity securities issued by these securities may include tranches with varying levels of subordination. These securities may provide a monthly payment which consists of both interest and principal payments. Mortgage-related securities are created from pools of residential or commercial mortgage loans, including mortgage loans made by savings and loan institutions, mortgage bankers, commercial banks and others. Asset-backed securities are created from many types of assets, including auto loans, credit card receivables, home equity loans, and student loans.

The Funds have determined that all of the exchange-traded funds in which they invest are unconsolidated structured entities. The Funds may invest in exchange-traded funds which provide access to the returns of stock indices, bond indices, or a basket of assets and are intended to replicate the economic effects that would apply had the Funds directly purchased the underlying reference asset or basket of assets. An investment in an exchange-traded fund is subject to all of the risks of investing in the securities held by the exchange-traded fund.

The Funds account for these unconsolidated structured entities at fair value. The fair value of such securities, as disclosed in the Schedule of Investment Portfolio, as applicable, represents the maximum exposure to losses at that date.

During the years ended December 31, 2023 and 2022, the Funds did not provide financial support to unconsolidated structured entities and has no intention of providing financial or other support.

12 Securities lending

The Funds may enter into a securities lending program with its custodian, RBC Investor Services Trust, in order to earn additional income. The aggregate market value of all securities loaned by each Fund will not exceed 50% of the fair value of the assets of the Fund. The Funds will receive collateral of at least 102% of the fair value of the securities on loan. Collateral consists primarily of fixed income securities. Securities lending income reported in the Statements of Comprehensive Income is net of a securities lending charges which the Funds' custodian is entitled to receive.