

INVESTMENT OBJECTIVE

The FGP Canadian Ex-Energy Equity Fund (the “Fund”) aims to generate an attractive total investment return through long-term capital growth as well as dividend and other income. To achieve this, the Fund will invest primarily in a diversified mix of Canadian equity securities, excluding holdings in the energy sector as defined by the Global Industry Classification Standard (GICS).

INVESTMENT STRATEGY

FGP employs a long-term, bottom-up value-oriented approach to security selection. The portfolio manager, supported by FGP’s research team, is responsible for security selection and portfolio construction within FGP’s diversification and risk control guidelines.

PERFORMANCE OBJECTIVE

The Fund’s objective is to exceed the return of its Performance Benchmark over five-year periods.

Performance Benchmark

S&P/TSX Composite Total Return Index

PERMISSIBLE INVESTMENTS

Eligible equity investments include publicly-listed common and preferred shares, including foreign companies listed on a Canadian stock exchange. Also eligible are income trust units, real estate investment trusts, royalty trusts and limited partnerships provided they trade on the S&P/TSX and are domiciled in a Canadian province that has enacted limited liability legislation. Holdings in securities in the energy sector, as defined by the Global Industry Classification Standard (GICS), are not permitted.

Eligible cash and money market investments include cash and demand deposits, short term debt securities of Canadian government(s) and corporate issuers including treasury bills issued by the Federal, Provincial or Territorial governments or any of their agencies; bankers’ acceptances, term deposits, commercial paper, the FGP Money Market Fund, and any other evidences of indebtedness with terms to maturity of less than one year.

From time to time, the Fund may invest in units of other related funds for which FGP is the manager and adviser (“FGP Funds”). In selecting in which (if any) other Funds the Fund may invest, FGP’s portfolio managers consider whether the underlying Fund will contribute to accomplishing the Fund’s investment objectives including managing diversification, liquidity or other investment risks. Investors in the Fund are entitled, on request, to receive a copy of the Investment Policy Statement, Offering Memorandum and the annual and interim financial statements of the underlying Fund(s) from FGP at no charge. If a conflict exists between this policy statement and a policy statement of an underlying Fund, the policy statement of the underlying Fund shall prevail.

Diversification and Risk Control Guidelines

The Fund has established guidelines to ensure the investments of the Fund are diversified. The assets of the Fund are invested in a prudent fashion with securities selected for their overall contribution to the investment objective of the Fund.

Security Level Guidelines: The Fund typically holds 20 to 40 equity securities, and the individual weight for each equity investment will vary based on FGP’s assessment of quality. Each security is limited to a maximum weight of 10% of the market value of the Fund. The top ten equity investments are limited to 60% of the Fund’s market value. The minimum credit quality for any short-term money market investments is ‘R1’ or ‘A’.

Sector Level Guidelines: The Fund is required to have holdings in a minimum of six sectors. There is no minimum investment requirement within a sector. Total investments in any sector may not exceed the performance benchmark sector weight plus 20%.

Cash Level Guidelines: The Fund may have a maximum cash weighting of 5%.

FGP CANADIAN EX-ENERGY EQUITY FUND

Investment Policy Statement | June 1, 2026



Market Capitalization (Cap) Guidelines: The Fund invests directly and indirectly in a diversified portfolio of stocks, generally with a market cap greater than \$800 million. Investments in a single issuer cannot exceed 15% of the issuer's market cap, and at the time of purchase, an issuer must have a minimum market cap of \$100 million. The following additional guidelines are designed to ensure a diversified portfolio of small, mid and large sized companies:

COMPANY MARKET CAP (C\$)	MINIMUM % OF FUND	MAXIMUM % OF FUND
Over \$4 billion	40%	100%
\$800 million to \$4 billion	0%	60%
Under \$800 million	0%	10%

FUND FACTS

Fund Code	1002	The units of the Fund are issued and redeemed at the applicable net asset value per unit. The net asset value is determined daily at the close of each business day.
Fund Class	N	
Portfolio Adviser and Fund Manager	Foyston, Gordon & Payne Inc.	
Performance Inception Date*	June 30, 2018	Net investment income and net realized gains on investment are paid to unitholders on a periodic basis as indicated. Distributions are made on a pro rata basis within each class to unitholders of record at the close of business on the second last business day prior to the date of distribution.
Taxable Investors (Non-Registered Plans)	Eligible	
Non-Taxable Investors (Registered Plans)	Eligible	
Valuation Frequency	Daily	
Distribution Frequency	Income – Monthly Capital Gains – Minimum Annually	Temporary variances from these investment policy guidelines will generally be corrected within 90 days.
Expense Ratio **	0.20%	The Fund may engage in securities lending.
Trustee	CIBC Mellon Trust Co.	
Custodian	CIBC Mellon Trust Co.	
Auditor	Deloitte LLP	

* FGP Canadian Ex-Energy Equity Fund was launched on January 4, 2021. Historical performance from June 30, 2018 to January 3, 2021 is based on a segregated Canadian Ex-Energy Equity portfolio. From January 4, 2021 performance is based entirely on the Fund.

** The Fund incurs direct expenses for services provided by the Trustee, Custodian, Registrar and Auditor. The 2025 expense ratio for the Fund is presented above. FGP does not receive a management fee directly from any FGP Fund in relation to Class N Units.

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