

STONE DIVIDEND GROWTH CLASS

A Class of Shares of Stone Corporate Funds Limited

2020 Annual Management Report of Fund Performance

For the period ended December 31, 2020



This annual Management Report of Fund Performance contains financial highlights but does not contain the complete annual financial statements of the investment fund. You can get a copy of the annual financial statements at your request, and at no cost, by calling 1 800 336 9528; by writing to us at Stone Asset Management Limited, 276 King Street West, Suite 203, Toronto, Ontario, M5V 1J2; or by visiting our website at www.stoneco.com; or SEDAR at www.sedar.com.

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

STONE DIVIDEND GROWTH CLASS

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

December 31, 2020

INVESTMENT OBJECTIVES

The investment objective of the Stone Dividend Growth Class (the "Fund") is to achieve above-average long-term capital growth that is consistent with a conservative investment philosophy encompassing a diversified portfolio approach. The Fund invests primarily in equity securities of Canadian companies that demonstrate financial strength and good growth potential.

INVESTMENT STRATEGIES

The Fund will invest in companies that offer potential for strong growth and have the ability to provide stable dividend payments. When evaluating the investment potential of a particular company, the Portfolio Manager (as defined below) may assess the financial condition and management of the company, analyze financial data and other information sources to compare revenue acceleration, earnings and cash flows and conduct company interviews.

Investment selections are broadly diversified among all market segments; the Portfolio Manager does not have a bias towards any particular sector. A portion of the assets of the Fund may also be invested in foreign securities. Under normal market conditions, it is anticipated that the Fund will invest approximately 30% of its assets in foreign securities in accordance with its performance benchmark, although the Fund's investments in foreign securities may be above this level from time to time.

RISK

The overall long-term risk of the Fund is as described in the most recent simplified prospectus. No material changes occurred that would significantly increase the risk associated with an investment in the Fund during the period.

RESULTS OF OPERATIONS

Market Overview and Impact on the Fund

The year 2020 has experienced some of the most volatile periods in the history of the stock market. We really must break down this period into two halves to analyse how the markets behaved in 2020. The 1st half, especially Q1, suffered massive losses on the fear of the potential economic impact of COVID-19 on companies and profitability.

This was then followed by the 2nd half which recovered dramatically on the hopes for the re-opening and resumption of economic activity as central banks and government authorities provided massive stimulus spending plans.

By the end of the 1st quarter, the markets received the full-fledged details of the potential economic and corporate toll from the COVID-19 pandemic and it was not pretty. The talk was no longer about whether we were going to enter a recession but how deep of a slowdown we would experience. With roughly 80% of the national population told to stay home, we witnessed a historic collapse in economic activity.

Airplanes were grounded, streets were empty, and factories shut. At least one-quarter of the US economy had suddenly gone idle amidst the coronavirus pandemic. This was an unprecedented shutdown of commerce that has never occurred on such a grand scale. Estimates for a GDP contraction of 25% for Q2 (after a 5% retrenchment in Q1 GDP) had markets on edge for the entire month of March.

The global store and business closures and lockdowns resulted in a wave of job losses. The main act came from the US employment figures which showed a staggering rise in the initial unemployment claims number of 6.65 million. Most people will agree that the data would get worse before it got better, so we were bracing for more negative economic news in subsequent months.

Forecasts were for an unemployment rate that would exceed 10%. This was an extraordinary hit to the economy.

The second half of 2020 was the total opposite story for the stock market. Even though the economic data was not impressive, the markets looked forward to a recovering economy and boost to corporate profits and resulted in one of the best periods in decades. Hopes for a potential opening of economies, coupled with select corporate earnings that were not as bad as originally feared, were cause for investors to plow back into the markets.

This market recovery comes only months after investors were lamenting the end of the bull markets as equities had plunged 35% in less than 6 weeks. The subsequent rebound has been just as brisk.

Stock markets in the US hit all-time highs once again by the end of the year as investors piled into everything from domestic equities, bitcoin to emerging markets. Expectations are high that multiple vaccines will be effective, and stimulus will keep liquidity flowing. This everything rally accelerated late in the year.

Morningstar® Developed Markets Large-Mid Cap Index was up 14.3% for the year, as investors bet that central banks and governments would continue to prop up the world economy. US markets were strong as they posted a gain of 19.6% for the year. The big winner for the year was the technology-focused jumping an eye-popping 43.6% for the year.

The Morningstar® Canada Index participated in the euphoria squeaking out a 5.8% gain for the year. The heavyweight financials sector was a big disappointment in 2020 and with its drop of 2.9% for the year.

Technology was the top performing sector with a gain of 54.6% for the year. Stocks like Shopify Inc., was a big winner in this sector. Other strong sectors included Basic Materials, up 19.4% for the year, and Consumer Cyclical, up 15.9% for 2020. Basic Materials were strong due to the jump in copper and gold prices.

Another sign of the economic recovery is the activity of Dr. Copper, as copper prices hit a seven-year high of \$3.52, up 47% for the year. Copper is widely seen as one of the most economically sensitive commodities as it is widely used in a variety of products from computers and toasters to large construction projects and electric vehicle batteries.

The strength of the Chinese economy, which is the largest consumer of copper, is leading the surge in copper prices and could be a sign of better economic times ahead.

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MANAGEMENT DISCUSSION OF FUND PERFORMANCE (continued)

Gold had a stellar year jumping 24.5% to \$1,893/oz after hitting a record of \$2,069 in August. This is its best annual performance in a decade. The weak US dollar and surging COVID-19 cases are muddling the outlook for a swift economic recovery and investors boosting the appeal of havens such as gold.

The worst performing subindex was energy. The beaten-up energy stocks were down a remarkable 37.6% for the year. This is even as oil prices recovered to near \$50/barrel after dropping below \$0 for the first time ever. Oil prices closed the year at \$48.52/b, down 20.5% for the year. Other losing sectors were the cannabis-heavy healthcare sector down 21.3% for the year and real estate down 13.8% in 2020.

Bonds fluctuated in throughout the year but for 2020, the Morningstar® Canada Liquid Bond Index was up 8.8% for the year reflecting the deep rate cuts by central banks around the world. From a Canadian investor perspective, it was better having money in bonds than equities in 2020.

The global manufacturing numbers continue to gain traction. Consumers continue to flock to physical products, such as cars, equipment and technology, while shunning services requiring face-to-face contact. All these numbers are fine but going forward, it comes down to whether the economy can remain open and functioning in the face of rising virus numbers.

COVID-19 impact

During the period, the Fund did not face any large redemptions that would have materially affected the performance of the Fund (see change in Net Asset Value for net sales).

To preserve our investors' capital, in the first half of the year, the Portfolio Manager increased cash levels by about 5-10%. The monies were deployed throughout the year as we became more comfortable with the reopening of the economy and recovery in corporate profits. Within our pure total return and income mandates, companies that were either highly leveraged or at risk of cutting their dividends were sold.

Within our growth mandates, we eliminated companies that will have a hard time growing in this challenged environment. All the portfolios have been structured as more defensive compared to their benchmark index. We believe the best way to invest in markets as these is to have a total return focus. Investors should be rewarded by buying companies with a strong growth profile and growing dividend stream.

Under an economic contraction scenario, companies that can sustain their dividends are attractive investments. All the public equity holdings are liquid positions and can be sold within a day.

We remain invested and are committed to companies that provide revenue growth, improving free cash flow and higher earnings per share. We are active portfolio managers with a disciplined investment process including the implementation of various risk management tools to benefit our investors.

Performance

The Fund continued to have no exposure in interest-sensitive sectors such as Telecommunications and Real Estate. The weakness in the above sectors proved to be a slight contributor for the Fund as bond yields continued to fall throughout the year, hitting a low in September, causing interest-sensitive sectors to rise.

Our Utilities exposure of 10.2% vs. the benchmark of 4.7% made up for some of our underweight exposure in other sectors and was a positive in that the selection of investments provided excellent returns compared to the index with the Fund's focus on renewable energy companies such as Boralex Inc. significantly outperforming the benchmark.

Even though our Energy weight began the period below the index at 3.6% vs. 15.0%, our energy weight was reduced further to only 1.0% weight after exiting Suncor Energy Inc. during the period. This gross sector underweight was the most significant contributor to performance as the energy benchmark tumbled over 27.0% during the period.

Our stock selection in the Consumer Non-Cyclical sector was another positive despite being only slight above weight than the benchmark. Strong returns from Canadian vitamin company Jamieson Wellness Inc. allowed the Fund to outperform the sector benchmark.

The Fund's Industrials weight was below the benchmark but despite the underweight position, stock selection resulted in the Fund outperforming the sector benchmark by 35.0%. Strong performance came from holdings in CargoJet Inc. and TFI International Inc., up 109.3% and 53.2% respectively.

The Fund's largest weight was in the Financials sector, where despite being well overweight, the holdings performed in line with the benchmark. We exited positions in the US banks JP Morgan Chase & Co. and Bank of America Corp. during the period.

Our Basic Materials sector weight increased from 1.9% to 7.1% as holdings in gold producers were added during the period, including Wheaton Precious Metals Corp.

Our equal weight position in the Technology sector also did well with companies such as Microsoft Corp., VISA Inc. and Open Text Corp., but significantly underperformed the benchmark due to zero weighting in Canada's largest company by market capitalization, Shopify Inc. and several other technology companies that do not pay a dividend, including another Canadian technology company, Kinaxis Inc.

The Fund's Series slightly underperformed (with the exception of Series F and PTF) its benchmark during the period. As mentioned above, both sector allocation and stock selection were the reasons for our underperformance vs. the benchmark, especially in the Technology sector. Our disciplined approach toward total return remains a core practice in managing the portfolio risk and this approach is paying off.

As a result the Fund's Series generated the following returns for the period.

Series									
A	B	C	F	L	O	PTF	T8A	T8B	T8C
8.4%	7.8%	7.8%	9.6%	7.7%	0.0%	10.2%	8.4%	7.7%	7.8%

Any differences in performance returns between Series are primarily due to different management and operating fees that are applicable to a particular Series. Please refer to "Past Performance" for details regarding the performance of the Fund's Series. The calculation of the Fund's Series performance takes into consideration all fees and expenses of the Fund, which are not applicable in the calculation of the benchmark's performance. The Fund's broad-based benchmark, the Morningstar® Canada Index returned 5.8% over the same period.

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MANAGEMENT DISCUSSION OF FUND PERFORMANCE (continued)

The comparison to this broad-based index is provided to enable you to compare the Fund's performance relative to that of the general market. A comparison to the Fund's benchmark, which is composed of 80% of the Morningstar® Canada Index and 20% of the Morningstar® US Large Cap Index, provides a comparison to a benchmark that is more reflective of the Fund's investment objective and strategy. The Fund's benchmark returned 8.5% over the same period.

Change in Net asset value

Net Assets of the Fund increased by 2.4% or \$7.4 million during the period, from \$308.8 million at December 31, 2019 to \$316.2 million at December 31, 2020. This change in Net Assets is attributed to net sales (redemptions) of (\$13.0) million, cash distributions of \$4.4 million and \$24.8 million to investment operations, including market appreciation (depreciation), income and expenses.

RECENT DEVELOPMENTS

Please see "Results of Operations" for market-related developments. There are no known changes at this time to the manager, portfolio manager or the composition of the Independent Review Committee

Statement of Compliance

The financial statements have been prepared in compliance with International Financial Reporting Standards ("IFRS"), as published by the International Accounting Standards Board ("IASB").

RELATED PARTY TRANSACTIONS

Stone Asset Management Limited ("SAM") is the manager and portfolio manager of the Fund. SAM is a wholly owned subsidiary of Stone Investment Group Limited.

Fund Manager

As Fund Manager, SAM is responsible for managing the Fund's overall business and day-to-day operational services, as described under the headings "Management Fees" and "Operating Fees".

Portfolio Manager

As Portfolio Manager, SAM is responsible for providing portfolio management services to the Fund.

Under the terms of the Investment Management Agreement, the Portfolio Manager is entitled to receive a performance fee (plus applicable taxes) from each Series of securities of the Fund equal to 10 percent of the amount by which the Fund's Series rate of return exceeds the return of the Fund's established benchmark since the last time a Performance fee was paid, multiplied by the Fund's average series Net Asset Value ("NAV") during the calendar year.

Performance fees are limited to a maximum of 0.30 percent (plus applicable taxes) of the Funds' Series average Net Asset Value during the calendar year. Such fees are accrued monthly, if applicable, and paid annually.

Management fees

The Fund pays a management fee, calculated daily and paid monthly, based on the following schedule:

Series	A	B	C	F	L
Annual Fee (%)	2.00	2.50	2.50	0.95	2.50

Series (cont'd)	O	PTF	T8A	T8B	T8C
Annual Fee (%)	-	0.65	2.00	2.50	2.50

The following table lists the major services received by the Fund, as a percentage of the Management Fee:

Series	A	B	C	F	L
Dealer Compensation (%)	50	20	30	-	20
Investment and Fund Management (%)	50	80	70	100	80
Total (%)	100	100	100	100	100

Series (cont'd)	O	PTF	T8A	T8B	T8C
Dealer Compensation (%)	-	-	50	20	30
Investment and Fund Management (%)	-	100	50	80	70
Total (%)	-	100	100	100	100

Operating fees

The Fund pays operating fees (the "Operating Fees") to SAM for the day-to-day operational services. The Operating Fees include, but are not limited to: legal and audit fees, transfer agency costs, custodian costs, filing fees, administrative and overhead costs charged by SAM, and the Independent Review Committee of the Fund.

Operating fees incurred by the Fund are allocated among the Series on a reasonable basis as determined by SAM.

At its sole discretion, the manager may waive management fees or absorb expenses of the Fund. The management expense ratios of each of the series of units of the Fund with and without the waivers and absorptions are reported in the Ratios and Supplemental Data table.

Independent Review Committee

SAM has established the Independent Review Committee (the "IRC") for the Fund in accordance with the requirements of National Instrument 81-107 – Independent Review Committee for Investment Funds in order to review conflicts of interest as they relate to investment fund management.

The compensation and other reasonable expenses of the IRC are paid pro rata out of the assets of the Fund for which the independent review committee acts. The main component of compensation is an annual retainer. The Chair of the IRC is entitled to an additional fee.

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FINANCIAL HIGHLIGHTS

The following tables present selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the periods indicated.

THE FUND'S NET ASSETS PER SECURITY¹

Series	All figures in (\$) As at	Net assets, beginning of period ²	Increase (decrease) from operations ² (All figures in (\$))					Dividends ^{2,3}			Net assets, end of period	
			Total revenue	Total expenses (excluding distributions)	Realized gains (losses) for the period	Unrealized gains (losses) for the period	Total increase (decrease) from operations ²	Dividends	Capital gains	Return of capital		Total dividends ³
A	Dec 2020	12.63	0.33	(0.33)	1.00	-	1.00	(0.24)	-	-	(0.24)	13.43
	Dec 2019	10.87	0.30	(0.32)	(0.14)	2.19	2.03	(0.24)	-	-	(0.24)	12.63
	Dec 2018	11.37	0.28	(0.33)	0.42	(0.60)	(0.23)	(0.24)	-	-	(0.24)	10.87
	Dec 2017	11.07	0.28	(0.33)	1.23	(0.64)	0.54	(0.24)	-	-	(0.24)	11.37
	Dec 2016	10.28	0.29	(0.30)	1.77	(0.76)	1.00	(0.24)	-	-	(0.24)	11.07
B‡	Dec 2020	11.58	0.30	(0.37)	0.94	(0.09)	0.78	(0.21)	-	-	(0.21)	12.25
	Dec 2019	10.01	0.28	(0.36)	(0.13)	2.08	1.87	(0.21)	-	-	(0.21)	11.58
	Dec 2018	10.53	0.26	(0.36)	0.42	(0.49)	(0.17)	(0.21)	-	-	(0.21)	10.01
	Dec 2017	10.30	0.25	(0.37)	1.16	(0.60)	0.44	(0.21)	-	-	(0.21)	10.53
	Dec 2016	9.61	0.27	(0.33)	1.65	(0.76)	0.83	(0.21)	-	-	(0.21)	10.30
C‡	Dec 2020	11.62	0.30	(0.37)	0.92	(0.02)	0.83	(0.21)	-	-	(0.21)	12.29
	Dec 2019	10.04	0.28	(0.36)	(0.13)	2.07	1.86	(0.21)	-	-	(0.21)	11.62
	Dec 2018	10.56	0.26	(0.36)	0.40	(0.52)	(0.22)	(0.21)	-	-	(0.21)	10.04
	Dec 2017	10.32	0.26	(0.37)	1.15	(0.59)	0.45	(0.21)	-	-	(0.21)	10.56
	Dec 2016	9.63	0.27	(0.33)	1.64	(0.78)	0.80	(0.21)	-	-	(0.21)	10.32
F	Dec 2020	15.73	0.41	(0.24)	1.20	0.19	1.56	(0.25)	-	-	(0.25)	16.97
	Dec 2019	13.33	0.38	(0.23)	(0.16)	2.64	2.63	(0.25)	-	-	(0.25)	15.73
	Dec 2018	13.76	0.35	(0.23)	0.47	(0.82)	(0.23)	(0.25)	-	-	(0.25)	13.33
	Dec 2017	13.18	0.33	(0.23)	1.42	(0.69)	0.83	(0.25)	-	-	(0.25)	13.76
	Dec 2016	12.08	0.35	(0.22)	2.09	(0.84)	1.38	(0.25)	-	-	(0.25)	13.18
L	Dec 2020	15.30	0.40	(0.50)	1.24	(0.10)	1.04	(0.21)	-	-	(0.21)	16.25
	Dec 2019	13.17	0.37	(0.48)	(0.17)	2.70	2.42	(0.21)	-	-	(0.21)	15.30
	Dec 2018	13.79	0.34	(0.48)	0.54	(0.70)	(0.30)	(0.21)	-	-	(0.21)	13.17
	Dec 2017	13.42	0.33	(0.49)	1.49	(0.75)	0.58	(0.21)	-	-	(0.21)	13.79
	Dec 2016	12.47	0.35	(0.44)	2.16	(0.95)	1.12	(0.21)	-	-	(0.21)	13.42
O*	Dec 2020	10.00	-	-	-	-	-	-	-	-	-	10.00
	Dec 2019	10.00	-	-	-	-	-	-	-	-	-	10.00
PTF§	Dec 2020	10.29	0.26	(0.11)	0.19	1.83	2.17	(0.17)	-	-	(0.17)	11.15
	Dec 2019	10.00	0.06	(0.03)	0.01	0.48	0.52	(0.04)	-	-	(0.04)	10.29
T8A	Dec 2020	7.51	0.19	(0.19)	0.60	(0.11)	0.49	(0.14)	-	(0.46)	(0.60)	7.49
	Dec 2019	6.81	0.19	(0.20)	(0.08)	1.34	1.25	(0.11)	-	(0.44)	(0.55)	7.51
	Dec 2018	7.58	0.18	(0.21)	0.27	(0.39)	(0.15)	(0.08)	-	(0.53)	(0.61)	6.81
	Dec 2017	7.83	0.19	(0.23)	0.84	(0.44)	0.36	(0.06)	-	(0.57)	(0.63)	7.58
	Dec 2016	7.71	0.22	(0.22)	1.28	(0.48)	0.80	(0.06)	-	(0.56)	(0.62)	7.83
T8B†	Dec 2020	7.02	0.18	(0.22)	0.56	(0.05)	0.47	(0.13)	-	(0.43)	(0.56)	6.96
	Dec 2019	6.41	0.17	(0.23)	(0.08)	1.32	1.18	(0.10)	-	(0.41)	(0.51)	7.02
	Dec 2018	7.18	0.17	(0.24)	0.27	(0.33)	(0.13)	(0.08)	-	(0.49)	(0.57)	6.41
	Dec 2017	7.46	0.18	(0.26)	0.82	(0.41)	0.33	(0.05)	-	(0.55)	(0.60)	7.18
	Dec 2016	7.39	0.20	(0.25)	1.25	(0.66)	0.54	(0.05)	-	(0.54)	(0.59)	7.46
T8C†	Dec 2020	7.07	0.18	(0.21)	0.55	(0.01)	0.51	(0.13)	-	(0.43)	(0.56)	7.01
	Dec 2019	6.45	0.18	(0.22)	(0.08)	1.32	1.20	(0.11)	-	(0.41)	(0.52)	7.07
	Dec 2018	7.21	0.17	(0.24)	0.26	(0.34)	(0.15)	(0.08)	-	(0.50)	(0.58)	6.45
	Dec 2017	7.49	0.18	(0.26)	0.81	(0.43)	0.30	(0.05)	-	(0.55)	(0.60)	7.21
Dec 2016	7.41	0.20	(0.25)	1.24	(0.54)	0.65	(0.05)	-	(0.54)	(0.59)	7.49	

† Series closed to new purchases on December 4, 2009.

‡ Series closed to new purchases on August 31, 2011.

*Series O was seeded on August 1, 2019 at \$10.00.

§Series PTF was seeded on September 3, 2019 at \$10.00.

Explanatory Notes:

1. This information is derived from the Fund's annual audited financial statements.
2. Net assets and dividends are based on the actual number of securities outstanding at the relevant time. The increase/(decrease) from operations is based on the weighted average number of securities outstanding over the financial period. It is not intended that the Fund's net asset per security table act as a continuity of opening and closing net assets per security.
3. Dividends were paid in cash and/or reinvested in additional securities of the Fund.

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FINANCIAL HIGHLIGHTS (continued)

RATIOS AND SUPPLEMENTAL DATA

Series	As at	Total net asset value (\$000's) ¹	Number of securities outstanding ¹	Management expense ratio ("MER") (%) ²	MER before waivers or absorptions (%) ²	Trading expense ratio (%) ³	Portfolio turnover rate (%) ⁴	Net asset value per security (\$)
A	Dec 2020	146,193	10,887,462	2.54	2.55	0.04	24	13.43
	Dec 2019	148,280	11,739,928	2.55	2.55	0.01	-	12.63
	Dec 2018	144,439	13,293,262	2.67	2.67	0.05	11	10.87
	Dec 2017	170,738	15,010,522	2.67	2.67	0.22	63	11.37
	Dec 2016	195,308	17,646,561	2.58	2.58	0.19	59	11.07
B‡	Dec 2020	16,738	1,366,246	3.13	3.13	0.04	24	12.25
	Dec 2019	19,589	1,691,486	3.13	3.13	0.01	-	11.58
	Dec 2018	24,195	2,416,692	3.26	3.26	0.05	11	10.01
	Dec 2017	36,811	3,495,081	3.26	3.26	0.22	63	10.53
	Dec 2016	51,402	4,992,721	3.16	3.16	0.19	59	10.30
C‡	Dec 2020	5,866	477,214	3.10	3.11	0.04	24	12.29
	Dec 2019	6,134	528,022	3.13	3.13	0.01	-	11.62
	Dec 2018	6,775	674,676	3.24	3.24	0.05	11	10.04
	Dec 2017	9,648	913,058	3.23	3.23	0.22	63	10.56
	Dec 2016	12,740	1,234,459	3.14	3.14	0.19	59	10.32
F	Dec 2020	82,462	4,860,469	1.40	1.40	0.04	24	16.97
	Dec 2019	66,071	4,201,095	1.41	1.41	0.01	-	15.73
	Dec 2018	52,820	3,961,063	1.51	1.51	0.05	11	13.33
	Dec 2017	52,375	3,805,496	1.37	1.37	0.22	63	13.76
	Dec 2016	41,302	3,133,052	1.50	1.50	0.19	59	13.18
L	Dec 2020	7,526	463,083	3.16	3.17	0.04	24	16.25
	Dec 2019	8,751	571,928	3.17	3.17	0.01	-	15.30
	Dec 2018	9,317	707,494	3.29	3.29	0.05	11	13.17
	Dec 2017	13,250	960,531	3.29	3.29	0.22	63	13.79
	Dec 2016	16,056	1,196,032	3.19	3.19	0.19	59	13.42
O*	Dec 2020	-	1	-	-	-	-	10.00
	Dec 2019	-	1	-	-	-	-	10.00
PTF§	Dec 2020	7,130	639,253	0.96	0.97	0.04	24	11.15
	Dec 2019	4	352	0.97	0.97	0.01	-	10.29
T8A	Dec 2020	41,016	5,478,508	2.52	2.52	0.04	24	7.49
	Dec 2019	48,093	6,406,238	2.53	2.53	0.01	-	7.51
	Dec 2018	45,366	6,657,144	2.64	2.64	0.05	11	6.81
	Dec 2017	52,306	6,902,724	2.66	2.66	0.22	63	7.58
	Dec 2016	52,281	6,677,881	2.60	2.60	0.19	59	7.83
T8B†	Dec 2020	7,888	1,133,924	3.15	3.15	0.04	24	6.96
	Dec 2019	10,162	1,447,305	3.15	3.15	0.01	-	7.02
	Dec 2018	12,468	1,943,790	3.28	3.28	0.05	11	6.41
	Dec 2017	17,369	2,419,367	3.25	3.25	0.22	63	7.18
	Dec 2016	24,629	3,299,776	3.11	3.11	0.19	59	7.46
T8C‡	Dec 2020	1,404	200,192	3.04	3.05	0.04	24	7.01
	Dec 2019	1,728	244,412	3.04	3.04	0.01	-	7.07
	Dec 2018	1,897	293,998	3.16	3.16	0.05	11	6.45
	Dec 2017	2,311	320,410	3.16	3.16	0.22	63	7.21
	Dec 2016	2,679	357,533	3.08	3.08	0.19	59	7.49

† Series closed to new purchases on December 4, 2009

‡ Series closed to new purchases on August 31, 2011.

* Series opened on August 1, 2019.

§ Series opened on September 3, 2019.

Explanatory Notes:

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

STONE DIVIDEND GROWTH CLASS

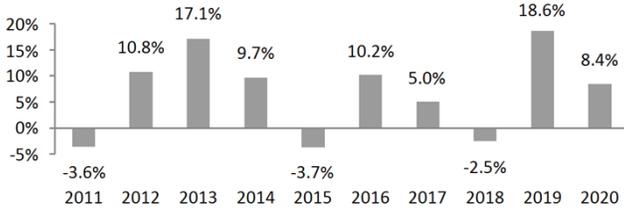
PAST PERFORMANCE

YEAR-BY-YEAR RETURNS

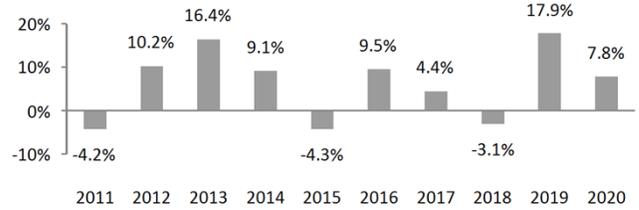
The performance information presented herein assumes all dividends of the Fund during the periods presented were reinvested in additional securities of the Fund. The performance information does not take into account sales, redemption, or other charges that would have reduced returns or performance. Past performance of the Fund is not necessarily indicative of how it will perform in the future.

The following charts present the Fund's performance for each of the periods shown and illustrate how the Fund's performance varied from year to year. The charts show, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year, except where noted. Returns are not disclosed for series of the Fund that have been in existence for less than one year.

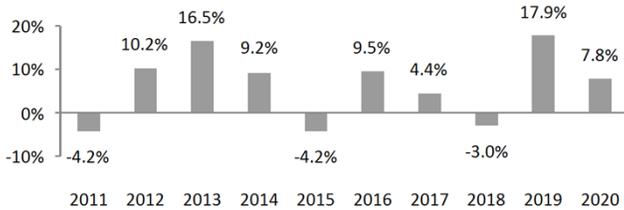
Series A



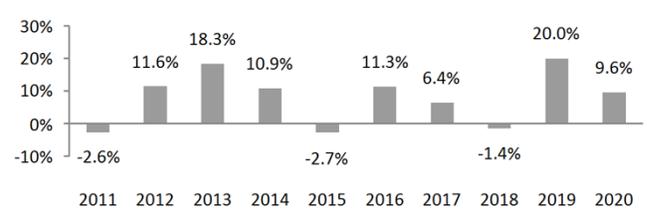
Series B



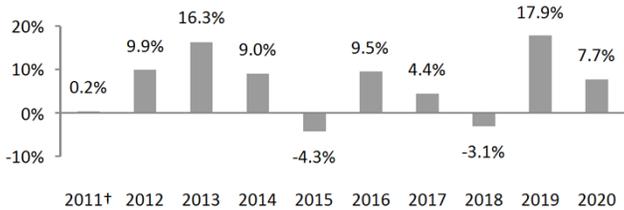
Series C



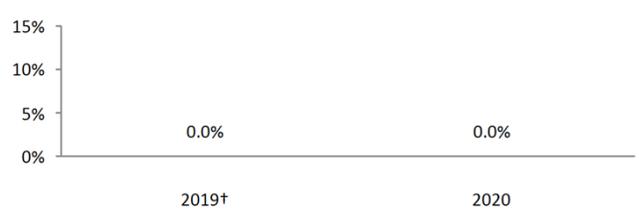
Series F



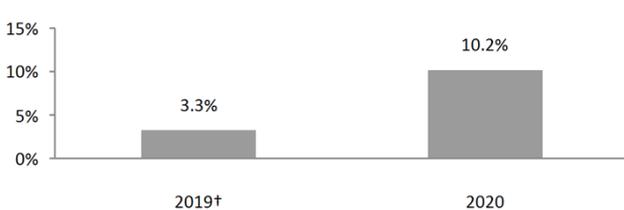
Series L



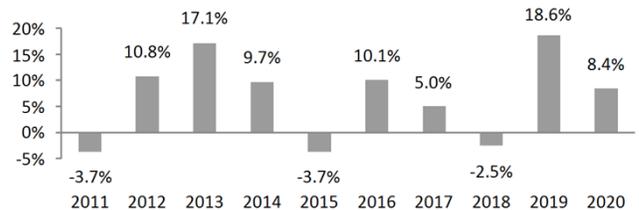
Series O



Series PTF



Series T8A

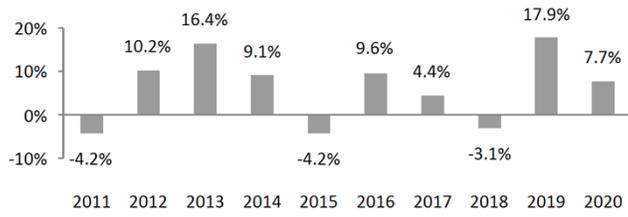


STONE DIVIDEND GROWTH CLASS

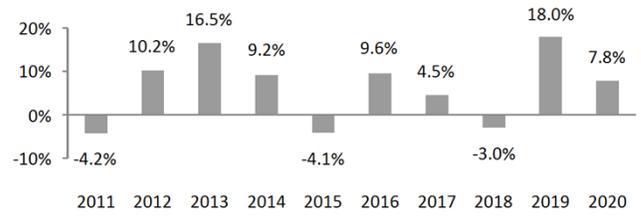
PAST PERFORMANCE (continued)

YEAR-BY-YEAR RETURNS

Series T8B



Series T8C



† From inception to December 31 of that year.

STONE DIVIDEND GROWTH CLASS

PAST PERFORMANCE (continued)

ANNUAL COMPOUND RETURNS

The following table shows the annual compound returns for each series of the Fund compared to the blended benchmark consisting of an 80% weighting of the Morningstar® Canada Index and a 20% weighting of the Morningstar® US Large Cap Index, and is expressed in Canadian dollars. The Fund performance is net of management fees, performance fees, administrative expenses (“MER”) and portfolio transaction costs whereas the benchmark performance does not incorporate such costs.

The Morningstar® Canada IndexSM is a rule-based, float market capitalization weighted index designed to cover 97% of the equity market capitalization of the Canada market. The Morningstar® US Large Cap IndexSM is a rule-based, float market capitalization weighted index designed to cover 70% of the equity market capitalization of the United States market.

	1 YEAR (%)	3 YEARS (%)	5 YEARS (%)	10 YEAR (%)	SINCE INCEPTION (%)	INCEPTION DATE
Series A	8.4	7.8	7.7	6.7	n/a	2002/09/30
Benchmark	8.5	7.8	10.3	8.0	n/a	2002/09/30
Series B	7.8	7.2	7.1	6.1	n/a	2002/09/30
Benchmark	8.5	7.8	10.3	8.0	n/a	2002/09/30
Series C	7.8	7.2	7.1	6.1	n/a	2003/07/31
Benchmark	8.5	7.8	10.3	8.0	n/a	2003/07/31
Series F	9.6	9.1	9.0	7.9	n/a	2003/07/31
Benchmark	8.5	7.8	10.3	8.0	n/a	2003/07/31
Series L	7.7	7.2	7.1	n/a	7.0	2011/09/01
Benchmark	8.5	7.8	10.3	n/a	9.1	2011/09/01
Series O	0.0	n/a	n/a	n/a	0.0	2019/08/01
Benchmark	8.5	n/a	n/a	n/a	10.5	2019/08/01
Series PTF	10.2	n/a	n/a	n/a	6.6	2019/09/03
Benchmark	8.5	n/a	n/a	n/a	6.4	2019/09/03
Series T&A	8.4	7.8	7.7	6.7	n/a	2007/09/01
Benchmark	8.5	7.8	10.3	8.0	n/a	2007/09/01
Series T&B	7.7	7.2	7.1	6.1	n/a	2007/09/01
Benchmark	8.5	7.8	10.3	8.0	n/a	2007/09/01
Series T&C	7.8	7.3	7.2	6.2	n/a	2007/09/01
Benchmark	8.5	7.8	10.3	8.0	n/a	2007/09/01

STONE DIVIDEND GROWTH CLASS

SUMMARY OF INVESTMENT PORTFOLIO

AS AT DECEMBER 31, 2020

TOP 25 HOLDINGS		PORTFOLIO COMPOSITION	
Name of Security	% of Total Net Asset Value	Sector Allocation (%)	
Bank of Nova Scotia	7.3	Basic Materials	7.1
Royal Bank of Canada	7.2	Consumer Non-Cyclicals	6.8
Toronto-Dominion Bank	5.7	Financials	32.5
Brookfield Asset Management Inc., Class 'A'	5.1	Healthcare	7.8
TFI International Inc.	4.6	Industrials	12.8
Microsoft Corp.	4.6	Technology	17.7
Visa Inc., Class 'A'	4.0	Utilities	10.2
Cargojet Inc.	3.9	Miscellaneous†	3.8
Abbott Laboratories	3.9	Other net assets (liabilities)	0.1
Costco Wholesale Corp.	2.8	Cash & cash equivalents	1.2
AES Corp.	2.6	Industry Allocation (%)	
Bank of Montreal, Preferred, Class 'B', Series '25'	2.5	Banks	25.1
Wheaton Precious Metals Corp.	2.4	Courier, Postal, Air Freight & Land-based Logistics	3.9
Stryker Corp.	2.4	Electric Utilities	4.8
Waste Connections Inc.	2.4	Gold	5.1
Canadian Imperial Bank of Commerce	2.4	Ground Freight & Logistics	4.6
Jamieson Wellness Inc.	2.3	Independent Power Producers	3.6
Power Corp. of Canada	2.3	Integrated Telecommunications Services	4.1
Northland Power Inc.	2.2	Investment Management & Fund Operators	5.1
Boralex Inc., Class 'A'	2.1	Medical Equipment, Supplies & Distribution	6.3
TELUS Corp.	2.1	Online Services	4.0
Ecolab Inc.	2.0	Software	8.0
BCE Inc.	2.0	Miscellaneous†	24.1
Oracle Corp.	1.9	Other net assets (liabilities)	0.1
Stantec Inc.	1.8	Cash & cash equivalents	1.2
	82.5		

This summary of investment portfolio may change due to the ongoing portfolio transactions of the Fund. Quarterly updates of the Fund's investment portfolio are available from the Manager at www.stoneco.com.

†Note: Sectors and Industries representing less than 5% and 3%, respectively, of the portfolio are included in "Miscellaneous".

NOTES

STONE DIVIDEND GROWTH CLASS

A Class of Shares of Stone Corporate Funds Limited

2020 Annual Management Report of Fund Performance

For the period ended December 31, 2020

CAUTION REGARDING FORWARD-LOOKING STATEMENTS

This document may contain forward-looking statements relating to anticipated future events, results, circumstances, performance or expectations that are not historical facts but instead represent our beliefs regarding future events. By their nature, forward-looking statements require us to make assumptions and are subject to inherent risks and uncertainties. There is significant risk that predictions and other forward-looking statements will not prove to be accurate. We caution readers of this document not to place undue reliance on our forward-looking statements as a number of factors could cause actual future results, conditions, actions or events to differ materially from the targets, expectations, estimates or intentions expressed or implied in the forward-looking statements. Actual results may differ materially from management expectations as projected in such forward-looking statements for a variety of reasons, including but not limited to: market and general economic conditions, interest rates, regulatory and statutory developments, the effects of competition in the geographic and business areas in which the Fund may invest and the risks detailed from time to time in the Fund's simplified prospectus. We caution that the foregoing list of factors is not exhaustive and that when relying on forward-looking statements to make decisions with respect to investing in the Fund, investors and others should carefully consider these factors, as well as other uncertainties and potential events, and the inherent uncertainty of forward-looking statements. Due to the potential impact of these factors, the Fund does not undertake, and specifically disclaims, any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, unless required by applicable law.



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