

STONE GROWTH FUND

2021 Annual Management Report of Fund Performance

For the period ended December 31, 2021



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 GROWTH FUND

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

December 31, 2021

INVESTMENT OBJECTIVES

The investment objective of the Stone Growth Fund (the “Fund”) is to provide investors exposure to North American equity securities seeking long-term capital appreciation.

INVESTMENT STRATEGIES

The Fund will invest primarily in North American equities. It is anticipated that the Fund will invest approximately 50% of the portfolio in Canadian securities and 50% in US securities with a collar of $\pm 20\%$. It will also have the flexibility to increase or decrease geographic exposure from time to time depending on market conditions.

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

Stocks closed out 2021 with double-digit gains led by the economic recovery, continued fiscal stimulus, successful vaccine deployment and strong corporate earnings. US companies ended the year with a record \$3.88 trillion in cash on their balance sheets and this led to a record \$234 billion in share buybacks in Q3 of this year. Data on everything from consumer spending to hiring to small business confidence had bounced back and stayed above the pandemic lows. These strong data points offset the risk of the spike in COVID-19 cases brought on by the Omicron variant and higher inflation torpedoing the economy back into another malaise.

The Morningstar Global Markets index was up 17.3% for the year. The Morningstar US Large cap index was up 26.1% this year closing at a record, scoring its 70th record close of the year. Asian markets performed horribly with the Hang Seng down 14.1%. China’s crackdown on technology companies, coupled with the massive real estate debt on companies such as Evergrande, have caused investors to sell the market.

Even with this strong rally, stocks are cheaper now than they were at the beginning of the year. US companies are trading at 21x analysts’ projected earnings for the next year, compared to 22.8 times at the end of 2020. This was due to the blowout year of corporate earnings as the US companies’ profit rose 45.0%, the most since 2008. Profit growth for next year is still expected to grow by 9.0% for 2022.

Domestically, the Morningstar Canada index posted a strong gain for 2021 with a 24.7% return. The best performing sectors were Energy and Financials as they have benefited from the global economic reopening after the pandemic-driven downturn. Energy and Financials make up 45.3% of the entire market and these sectors benefited from the move to cyclical and value names. The Energy sector was up 79.9% for the year while Financials were up 31.6%. Oil prices topped \$85 per barrel for the first time since 2018 as the reopening economy caused surging demand for oil in the industrialized economies.

Energy demand was also boosted by domestic consumption as the extreme weather events in the year saw a deep freeze in Texas, record-setting heat temperatures on the North American west coast, and skyrocketing gas prices in Europe. Oil eased back to \$75 per barrel at the end of 2021 after the Omicron variant threat hit demand but this was still up 55.0% for the year. The Financial sector was helped by rising bond yields as this helps these companies with higher net interest margin spreads. The weakest sector was the Basic Materials group up 2.4% as the price of gold remained depressed for the year. The precious metal has suffered since its record close of \$2069/oz in August 2020 and is now down 15.0% from that high point at \$1800/oz (and down 3.5% for the year). Silver prices were down 11.4% in 2021.

The steady rise in bond yields accelerated earlier in the year roiling markets and questioning central banks’ ability of controlling the pace of economic recovery. Government bond yields soared globally popping the US 10-year Treasury yields to 1.7% mid-year (tripling from its low last summer) before falling back to the 1.6% level at year end. This was a level not seen since February 2020. Even though the economic data does not suggest a return to solid economic recovery any time soon, the markets have begun to price in much faster growth. Canadian bond yields also moved in tandem with their US counterparts with yields on the 10-year Canadian jumping to 1.6% before settling at 1.4%. Expectations are that the Bank of Canada will join the US Federal Reserve and “taper” its rate of buying government bonds and raising rates. Economists and investment managers believe the bond market is moving on faster-than-expected economic growth as the COVID-19 vaccine rollout boosts GDP forecasts. However, the move in yields could also signal hotter inflation ahead, which weighed on equity valuations in certain periods throughout the year.

COVID-19 Impact

During the year equity markets continued to gain, after recovering most if not all the losses incurred in the COVID-19 related bear market earlier in calendar year of 2020. Cash levels were deployed throughout the period as we became more comfortable with the reopening of the economy and recovery in corporate profits. In addition, 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).

Within our pure total return and income mandates, companies that are either highly leveraged or at risk of cutting their dividends have been 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. All the public equity holdings are liquid positions and can be sold within a day.

We use our proprietary investment process daily and in volatile market conditions, we seek to ensure that we can manage downside risk and adjust the portfolios accordingly while seeking to achieve our long-term investment goals for our clients.

Performance

The Portfolio Manager maintained a bias toward US markets with a significant overweight in US Technology, Health Care and underweighting in Financials, Energy, Consumer Cyclical, and Basic Materials relative to its benchmark.

STONE GROWTH FUND

MANAGEMENT DISCUSSION OF FUND PERFORMANCE (continued)

The Technology sector performed in line with most other sectors and the Fund return for the sector holdings over the period was 33.7%, 4.8% higher than the benchmark. Due to the Fund's higher weighting to the sector, the sector was a positive contributor to performance. The best performing holdings in Technology during the period was cloud security provider Fortinet Inc., which was up 140.0% and semiconductor equipment supplier Applied Materials Inc., which was up 124.8% during the period.

Health Care weighting in the Fund decreased from the prior period as several names were exited, including Alexion Pharmaceuticals Inc., which had a takeover offer by AstraZeneca. The Fund continued to hold no positions in the cannabis sub-sector of Health Care. The best performing Fund holding in the sector was HCA Healthcare Inc., which was up 56.2%.

Weight in Consumer Cyclical also remained relatively stable from prior period as Amazon.com Inc. ended the year at almost the same price it ended 2020 although it reached its all time high around \$3,750 twice in the period. In addition, our position in Costco had a stunning 51.2% run in the period for this sector.

The Fund's Industrial sector outperformed the benchmark sector as the Fund's holdings returned 28.9% with ATS Automation leading the way with 124.8% return over the period.

Long-term secular themes of aging populations and US health care system reforms merit continued exposure to the Health Care sector, including health care providers and prescription drug manufacturers.

The Fund's Financial sector holdings went up from 6.9% to 11.5% by adding some exposure to US regional banks, while the Fund's holdings in Financials KKR & Co. Inc. and Onex Corp., delivered 87.6% and 36.3% returns, respectively.

The biggest change to the Fund composition was the exiting of most Basic Materials sector stocks. This was completed in the first half by exiting three gold/precious metals companies Barrick Gold Corp., Franco-Nevada Corp. and Wheaton Precious Metals Corp. which have not benefited from very loose monetary policies from the world's central banks.

The Fund continues to have a bias toward large-capitalization companies in the US with strong catalysts for growth.

The Fund's Series underperformed its benchmark over the period (, this is attributable to negative currency impact and asset allocation that factored in performance. A more dovish Federal Reserve in the US and higher commodity prices for the better part of 2021, helped the Canadian dollar versus the US dollar during the period. The Fund is weighted to the US market with 83.3% exposure to the US, which is slightly above last year (80.5%).

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

											Series				
A	B	F	L	O	PTF*	R	T8A	T8B	T8C						
21.3%	20.7%	22.7%	20.7%	17.9%	n/a	20.7%	21.4%	20.7%	20.8%						

*Returns are not disclosed for Series of the Fund that have been in existence for less than one year.

Any differences in performance returns between Series are primarily due to different management, operating and performance fees. 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 24.7% over the same period. A comparison to the Fund's blended benchmark, which is composed of 50% of the Morningstar® Canada Index and 50% 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 blended benchmark increased 25.4% over the same period.

Change in Net asset value

Net Assets of the Fund increased by 2.7% or \$1.0 million during the period, from \$37.2 million at December 31, 2020 to \$38.2 million at December 31, 2021. This change in Net Assets is attributed to net sales (redemptions) of (\$5.9) million, cash distributions of \$0.2 million and \$7.1 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.

Subsequent to December 31, 2021, the escalating conflict between Ukraine and the Russian Federation has resulted in significant volatility and uncertainty in financial markets. NATO, EU and G7 member countries, including Canada, have imposed severe and coordinated sanctions against Russia. Restrictive measures have also been imposed by Russia and some securities have materially declined in value and/or may no longer be tradable. These actions have resulted in significant disruptions to investing activities and businesses with operations in Russia. The longer-term impact to geopolitical norms, supply chains and investment valuations is uncertain.

As at December 31, 2021, the Funds did not have any exposure to Russian or Ukrainian securities. It is unclear what further actions may be taken by governments and the resulting impact on global economies, businesses and financial markets. While the situation remains fluid, SAM will continue to monitor ongoing developments and the impact to investment strategies.

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.

In order to obtain foreign growth, the Fund is invested in Series A securities of Stone Global Growth Fund. The Manager ensures there is no duplication of management and performance fees, if the Fund invests in another Fund managed by the Manager.

STONE GROWTH FUND

MANAGEMENT DISCUSSION OF FUND PERFORMANCE (continued)

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	F	L	O
Annual Fee (%)	2.00	2.50	0.95	2.50	-

Series (cont'd)	PTF	R	T8A	T8B	T8C
Annual Fee (%)	0.68	2.50	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	F	L	O
Dealer Compensation (%)	50	20	-	20	-
Investment and Fund Management (%)	50	80	100	80	-
Total (%)	100	100	100	100	-

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

STONE GROWTH FUND

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	As at	Net assets, beginning of period ²	Increase (decrease) from operations ¹ (All figures in (\$))				Total increase (decrease) from operations ²	Distributions ^{2,7}				Net assets, end of period ²	
			Total revenue	Total expenses (excluding distributions)	Realized gains (losses) for the period	Unrealized gains (losses) for the period		Net investment income (excluding dividends)	Dividends	Capital gains	Return of capital		Total distributions ³
A	Dec 2021	17.29	0.17	(0.59)	0.62	3.50	3.70	—	—	—	—	—	20.99
	Dec 2020	14.44	0.14	(0.55)	1.50	1.69	2.78	—	—	—	—	—	17.29
	Dec 2019	12.38	0.13	(0.43)	0.97	1.30	1.97	—	—	—	—	—	14.44
	Dec 2018	11.56	0.12	(0.46)	1.85	(0.60)	0.91	—	—	—	—	—	12.38
	Dec 2017	11.14	0.11	(0.37)	1.04	(0.40)	0.38	—	—	—	—	—	11.56
B†	Dec 2021	15.53	0.15	(0.62)	0.54	3.14	3.21	—	—	—	—	—	18.76
	Dec 2020	13.02	0.13	(0.55)	1.37	1.50	2.45	—	—	—	—	—	15.53
	Dec 2019	11.22	0.12	(0.45)	0.63	1.52	1.82	—	—	—	—	—	13.02
	Dec 2018	10.53	0.10	(0.48)	1.65	(0.20)	1.07	—	—	—	—	—	11.22
	Dec 2017	10.20	0.09	(0.39)	0.99	(0.38)	0.31	—	—	—	—	—	10.53
F	Dec 2021	21.87	0.22	(0.49)	0.79	4.46	4.98	—	—	—	—	—	26.84
	Dec 2020	18.08	0.18	(0.49)	1.80	2.41	3.90	—	—	—	—	—	21.87
	Dec 2019	15.34	0.16	(0.36)	1.47	1.46	2.73	—	—	—	—	—	18.08
	Dec 2018	14.19	0.15	(0.41)	2.29	(0.96)	1.07	—	—	—	—	—	15.34
	Dec 2017	13.49	0.12	(0.26)	1.32	(0.52)	0.66	—	—	—	—	—	14.19
L	Dec 2021	22.51	0.22	(0.89)	0.75	4.56	4.64	—	—	—	—	—	27.19
	Dec 2020	18.88	0.19	(0.80)	1.95	2.23	3.57	—	—	—	—	—	22.51
	Dec 2019	16.26	0.17	(0.65)	0.89	2.10	2.51	—	—	—	—	—	18.88
	Dec 2018	15.26	0.16	(0.70)	2.46	(0.81)	1.11	—	—	—	—	—	16.26
	Dec 2017	14.79	0.12	(0.56)	1.42	(0.56)	0.42	—	—	—	—	—	15.26
O*	Dec 2021	10.00	0.07	(0.01)	0.28	1.23	1.57	—	—	—	—	—	11.79
	Dec 2020	10.00	—	—	—	—	—	—	—	—	—	—	10.00
	Dec 2019	10.00	—	—	—	—	—	—	—	—	—	—	10.00
PTF§	Dec 2021	10.00	0.09	(0.15)	0.39	1.90	2.23	—	—	—	—	—	12.04
R**	Dec 2021	10.63	0.10	(0.43)	0.36	2.14	2.17	—	—	—	—	—	12.83
	Dec 2020	10.00	0.02	(0.08)	(0.01)	0.68	0.61	—	—	—	—	—	10.63
T8A	Dec 2021	5.61	0.05	(0.18)	0.19	1.08	1.14	—	—	—	(0.45)	(0.45)	6.32
	Dec 2020	5.06	0.05	(0.18)	0.52	0.51	0.90	—	—	—	(0.40)	(0.40)	5.61
	Dec 2019	4.68	0.05	(0.15)	0.28	0.63	0.81	—	—	—	(0.37)	(0.37)	5.06
	Dec 2018	4.70	0.05	(0.18)	0.72	(0.17)	0.42	—	—	—	(0.38)	(0.38)	4.68
	Dec 2017	4.92	0.04	(0.15)	0.46	(0.23)	0.12	—	—	—	(0.39)	(0.39)	4.70
T8B†	Dec 2021	5.25	0.05	(0.20)	0.17	1.01	1.03	—	—	—	(0.42)	(0.42)	5.88
	Dec 2020	4.76	0.05	(0.19)	0.47	0.57	0.90	—	—	—	(0.38)	(0.38)	5.25
	Dec 2019	4.42	0.04	(0.17)	0.22	0.60	0.69	—	—	—	(0.35)	(0.35)	4.76
	Dec 2018	4.46	0.04	(0.19)	0.69	(0.17)	0.37	—	—	—	(0.36)	(0.36)	4.42
	Dec 2017	4.70	0.04	(0.17)	0.44	(0.20)	0.11	—	—	—	(0.38)	(0.38)	4.46
T8C†	Dec 2021	5.27	0.05	(0.20)	0.16	1.03	1.04	—	—	—	(0.42)	(0.42)	5.91
	Dec 2020	4.77	0.05	(0.19)	0.47	0.56	0.89	—	—	—	(0.38)	(0.38)	5.27
	Dec 2019	4.43	0.04	(0.16)	0.29	0.54	0.71	—	—	—	(0.35)	(0.35)	4.77
	Dec 2018	4.47	0.04	(0.19)	0.69	(0.19)	0.35	—	—	—	(0.36)	(0.36)	4.43
T8C†	Dec 2017	4.70	0.04	(0.17)	0.45	(0.20)	0.12	—	—	—	(0.38)	(0.38)	4.47

†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 opened on July 30, 2020.

§Series opened on March 22, 2021.

Explanatory Notes:

- This information is derived from the Fund's annual audited financial statements.
- Net assets and distributions 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.
- Distributions were paid in cash and/or reinvested in additional securities of the Fund.

STONE GROWTH FUND

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 2021	6,681	318,275	3.12	3.12	0.01	3	20.99
	Dec 2020	5,800	335,403	3.67	3.67	0.04	22	17.29
	Dec 2019	5,733	397,104	3.35	3.35	0.05	33	14.44
	Dec 2018	3,792	306,386	3.75	3.77	0.08	19	12.38
	Dec 2017	3,895	337,016	3.26	3.28	0.20	29	11.56
B†	Dec 2021	3,312	176,592	3.64	3.64	0.01	3	18.76
	Dec 2020	3,084	198,540	4.02	4.03	0.04	22	15.53
	Dec 2019	3,225	247,705	3.87	3.87	0.05	33	13.02
	Dec 2018	3,433	306,015	4.28	4.30	0.08	19	11.22
	Dec 2017	4,999	474,797	3.81	3.83	0.20	29	10.53
F	Dec 2021	3,593	133,873	2.04	2.04	0.01	3	26.84
	Dec 2020	2,815	128,727	2.61	2.61	0.04	22	21.87
	Dec 2019	2,136	118,197	2.35	2.35	0.05	33	18.08
	Dec 2018	1,550	101,052	2.77	2.79	0.08	19	15.34
	Dec 2017	1,334	94,052	1.90	1.93	0.20	29	14.19
L	Dec 2021	492	18,084	3.62	3.62	0.01	3	27.19
	Dec 2020	471	20,893	4.04	4.04	0.04	22	22.51
	Dec 2019	460	24,348	3.86	3.86	0.05	33	18.88
	Dec 2018	389	23,956	4.27	4.29	0.08	19	16.26
	Dec 2017	438	28,733	3.79	3.81	0.20	29	15.26
O*	Dec 2021	36	3,021	—	—	0.01	3	11.79
	Dec 2020	—	1	—	—	—	—	10.00
	Dec 2019	—	1	—	—	—	—	10.00
PTF§	Dec 2021	411	34,175	1.69	1.69	0.01	3	12.04
R**	Dec 2021	20,925	1,631,578	3.74	3.74	0.01	3	12.83
	Dec 2020	21,730	2,044,267	3.70	3.70	0.04	22	10.63
T8A	Dec 2021	1,286	203,491	3.08	3.08	0.01	3	6.32
	Dec 2020	1,257	224,015	3.62	3.62	0.04	22	5.61
	Dec 2019	1,501	296,475	3.30	3.30	0.05	33	5.06
	Dec 2018	1,667	356,524	3.70	3.72	0.08	19	4.68
	Dec 2017	2,041	434,132	3.21	3.24	0.20	29	4.70
T8B†	Dec 2021	1,168	198,506	3.60	3.60	0.01	3	5.88
	Dec 2020	1,564	297,702	3.99	3.99	0.04	22	5.25
	Dec 2019	1,617	339,794	3.78	3.78	0.05	33	4.76
	Dec 2018	1,821	411,904	4.18	4.20	0.08	19	4.42
	Dec 2017	2,137	478,642	3.75	3.78	0.20	29	4.46
T8C†	Dec 2021	350	59,228	3.54	3.54	0.01	3	5.91
	Dec 2020	460	87,256	3.94	3.94	0.04	22	5.27
	Dec 2019	409	85,653	3.72	3.72	0.05	33	4.77
	Dec 2018	405	91,343	4.12	4.14	0.08	19	4.43
	Dec 2017	458	102,435	3.66	3.69	0.20	29	4.47

†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 July 30, 2020.

§Series opened on March 22, 2021.

Explanatory Notes:

- This information is provided as at each period shown.
- Management expense ratio ("MER") for each Series is based on total expenses (excluding distributions, commissions and other portfolio transaction costs), including the pro-rata share of expenses of any underlying Stone Funds, for the stated period and is expressed as an annualized percentage of daily average NAV during the period. Performance fees (if applicable) are also included in the MER and are calculated in accordance with the Fund's Simplified Prospectus and accordingly are not annualized for those periods that are less than 12 months.

The MER excluding performance fees for the period ending December 31, 2020 was 3.35% - Series A, 3.85% - Series B, 2.29% - Series F, 3.86% - Series L, 3.30% - Series T8A, 3.80% - Series T8B and 3.73% - Series T8C. The MER excluding performance fees for the period ending December 31, 2018 was 3.42% - Series A, 3.94% - Series B, 2.43% - Series F, 3.94% - Series L, 3.37% - Series T8A, 3.85% - Series T8B, 3.80% - Series T8C. The MER excluding performance fees for the period ending December 31, 2021 was 1.55% - Series PTF.
- The trading expense ratio represents total commissions and other portfolio transaction costs, of the Fund and the pro-rata share of any underlying Stone Funds expressed as an annualized percentage of daily average net asset value during the period.
- 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 GROWTH FUND

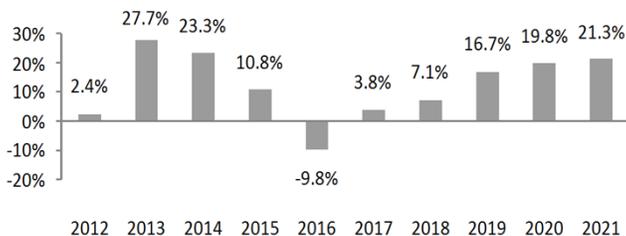
PAST PERFORMANCE

YEAR-BY-YEAR RETURNS

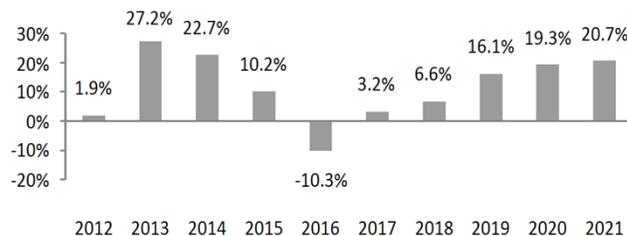
The performance information presented herein assumes all dividends of the Fund during the periods presented were reinvested in additional securities of the Fund. The performance information does not take into account sales, redemption, or other charges that would have reduced returns or performance. 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.

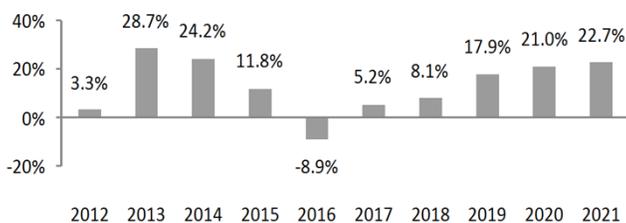
Series A



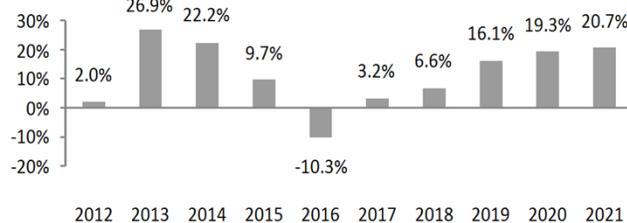
Series B



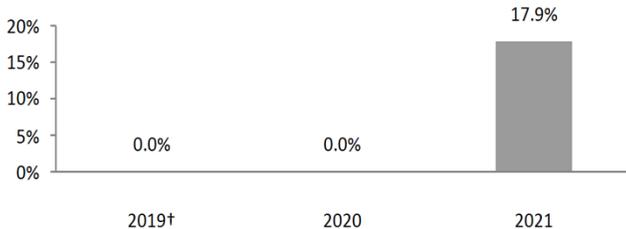
Series F



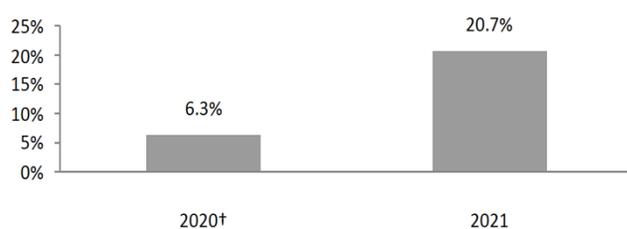
Series L



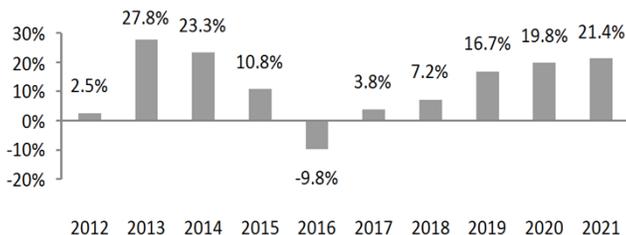
Series O



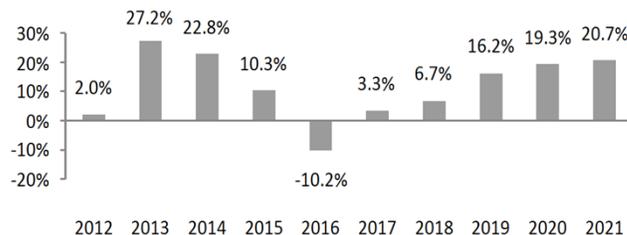
Series R



Series T8A



Series T8B

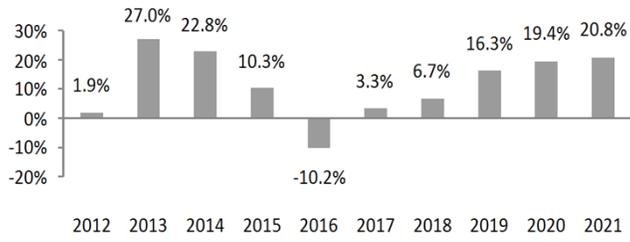


STONE GROWTH FUND

PAST PERFORMANCE (continued)

YEAR-BY-YEAR RETURNS

Series T8C



†From inception to December 31 of that year.

STONE GROWTH FUND

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 a 50% weighting of the Morningstar® Canada Index and a 50% weighting of the Morningstar® US Large Cap Index, and is expressed in Canadian dollars. The Fund performance is net of management 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 YEARS (%)	SINCE INCEPTION (%)	INCEPTION DATE
Series A	21.3	19.3	13.5	11.7	n/a	1995/11/01
Benchmark	25.4	20.5	13.9	14.2	n/a	1995/11/01
Series B	20.7	18.7	13.0	11.2	n/a	2003/08/01
Benchmark	25.4	20.5	13.9	14.2	n/a	2003/08/01
Series F	22.7	20.5	14.8	12.8	n/a	2003/08/01
Benchmark	25.4	20.5	13.9	14.2	n/a	2003/08/01
Series L	20.7	18.7	13.0	11.1	n/a	2011/09/01
Benchmark	25.4	20.5	13.9	14.2	n/a	2011/09/01
Series O	17.9	n/a	n/a	n/a	7.0	2019/08/01
Benchmark	25.4	n/a	n/a	n/a	18.6	2019/08/01
Series PTF*	n/a	n/a	n/a	n/a	n/a	2021/03/22
Benchmark	n/a	n/a	n/a	n/a	n/a	2021/03/22
Series R	20.7	n/a	n/a	n/a	19.1	2020/07/30
Benchmark	25.4	n/a	n/a	n/a	24.9	2020/07/30
Series T8A	21.4	19.3	13.6	11.8	n/a	2007/09/01
Benchmark	25.4	20.5	13.9	14.2	n/a	2007/09/01
Series T8B	20.7	18.8	13.0	11.3	n/a	2007/09/01
Benchmark	25.4	20.5	13.9	14.2	n/a	2007/09/01
Series T8C	20.8	18.8	13.1	11.3	n/a	2007/09/01
Benchmark	25.4	20.5	13.9	14.2	n/a	2007/09/01

A discussion of the Fund as compared to the Benchmark is found in "Results of Operations".

*Series PTF has not been in existence for one year, therefore, performance data is not disclosed.

STONE GROWTH FUND

SUMMARY OF INVESTMENT PORTFOLIO

AS AT DECEMBER 31, 2021

TOP 25 HOLDINGS	% of Total Net Asset Value	PORTFOLIO COMPOSITION	% of Total Net Asset Value
Name of Security		Sector Allocation†	
Stone Global Growth Fund, Series 'A'	4.0	Consumer Cyclical	8.0
Cash & cash equivalents	3.5	Financials	11.5
Alphabet Inc., Class 'C'	3.2	Healthcare	19.6
Microsoft Corp.	3.2	Industrials	7.6
Accenture PLC, Class 'A'	3.2	Technology	39.5
Fortinet Inc.	3.1	Miscellaneous‡	10.3
ATS Automation Tooling Systems Inc.	2.9	Cash & cash equivalents	3.5
UnitedHealth Group Inc.	2.9		
Palo Alto Networks Inc.	2.9	Industry Allocation†	
KKR & Co. Inc.	2.9	Advanced Medical Equipment & Technology	3.9
Broadcom Inc.	2.9	Banks	3.0
Applied Materials Inc.	2.8	Discount Stores	4.8
Amazon.com Inc.	2.7	Electric Utilities	3.0
BlackRock Inc.	2.6	Electronic Equipment & Parts	4.2
Motorola Solutions Inc.	2.6	Healthcare Facilities & Services	4.5
Intuitive Surgical Inc.	2.5	Industrial Machinery & Equipment	3.1
Costco Wholesale Corp.	2.5	Investment Management & Fund Operators	8.4
STERIS PLC	2.4	IT Services & Consulting	6.4
SS&C Technologies Holdings Inc.	2.4	Managed Healthcare	5.0
Onex Corp.	2.3	Medical Equipment, Supplies & Distribution	4.3
HCA Healthcare Inc.	2.3	Online Services	10.8
Laboratory Corp. of America Holdings	2.2	Semiconductors	3.1
TJX Cos. Inc.	2.2	Software	9.5
Sensata Technologies Holding PLC	2.2	Miscellaneous‡	22.5
Mastercard Inc., Class 'A'	2.1	Cash & cash equivalents	3.5
	68.5		

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.

Prospectus and other information about the underlying Funds are available on the internet at www.sedar.com.

†Note: The Manager has done a look-through on Sector and Industry allocations for the Stone Fund that is held in the portfolio as an Underlying Investment Fund.

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

NOTES

STONE GROWTH FUND

2021 Annual Management Report of Fund Performance

For the period ended December 31, 2021

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.



STONE ASSET MANAGEMENT LIMITED

276 King Street West, Suite 203 | Toronto, Ontario M5V 1J2 | T: 416 364 9188 or 800 336 9528
F: 416 364 8456 | info@stoneco.com | www.stoneco.com

