

Annual Management Report of Fund Performance

AGF Canadian Small Cap Fund

September 30, 2021



Management Discussion of Fund Performance

This management discussion of fund performance represents the portfolio management team's view of the significant factors and developments affecting the fund's performance and outlook.

Investment Objective and Strategies

Pursuant to the Declaration of Trust, the investment objective of AGF Canadian Small Cap Fund (the "Fund") is to provide superior capital growth by investing primarily in shares and other securities of small and medium Canadian companies that have the potential to generate above-average growth. The Fund may also invest in foreign securities, which are not expected to exceed 10% of Net Asset Value (see Explanatory Note (1) a)) of the Fund at the time of purchase. Cypress Capital Management Ltd. ("Cypress"), as portfolio manager, uses a fundamental bottom-up investment process to identify attractive businesses trading at reasonable valuations. In bottom-up investing, the portfolio manager focuses attention on a specific company rather than on the industry in which that company operates or on the economy as a whole. This core investment process is complemented by top-down macroeconomic and industry outlooks. A top-down investment approach involves looking at the "big picture" in the economy and financial world and then breaking those components down into finer details. The portfolio manager focuses on selecting securities with quality management aligned with securityholders, superior revenue and earnings growth potential, attractive valuation and the capability to finance future growth. During periods of market downturn or for other reasons, a significant portion of the Fund's assets may be held in cash, cash equivalents or fixed income securities.

Risk

The risks of investing in the Fund remain as disclosed in the current prospectus. Any changes to the Fund over the period have not affected the overall level of risk of the Fund.

The international spread of COVID-19 has heightened certain risks associated with investing in the Fund, including liquidity risk. There are many factors that affect liquidity as well as the value of an investment. Those factors generally affect securities markets, including but not limited to general economic and political conditions, fluctuations in interest rates and factors unique to each issuer of the securities held by an investment fund, such as changes in management, strategic direction, achievement of strategic goals, mergers, acquisitions and divestitures, changes in distribution and dividend policies and other events. While the precise impact of the COVID-19 outbreak remains unknown, it has

introduced uncertainty and volatility in global markets and economies. The duration of the COVID-19 outbreak and its impact cannot be determined with certainty, but it may adversely affect the performance of the Fund. The portfolio manager, however, does not believe any changes to the Fund over the period has affected the overall risk of the Fund.

The Fund continues to be suitable for investors investing for the longer term, seeking the growth potential of equity securities of Canadian companies and who have medium tolerance for risk. The suitability of the Fund has not changed from what has been disclosed in the prospectus.

Results of Operations

For the year ended September 30, 2021, the Mutual Fund Units of the Fund returned 38.0% (net of expenses) while the S&P/TSX Small Cap Index returned 44.1%. The performance of the other series of the Fund is substantially similar to that of the Mutual Fund Units, save for differences in expense structure. Refer to "Past Performance" section for performance information of such series.

The Fund under-performed the S&P/TSX Small Cap Index due to security selection. The Fund's holdings were relatively more defensive relative to the benchmark, with a focus on quality, and the reporting period saw a sustained risk-on environment. Notwithstanding a pause in third calendar quarter of 2021, equity markets experienced a dramatic rally over the past year and the recovery/re-opening trade generally saw smaller capitalization stocks and cyclical sectors out-perform.

From a security selection perspective, the top detractors from performance were within the energy and industrials sectors, while the top contributors were within the materials sector where the Fund had notable exposure to the stronger-performing paper & forest products and containers & packaging sub-sectors. The Fund's under-exposure to the weak-performing metals & mining sub-sector also contributed.

The Fund's sector allocation contributed to performance, most notably its underweight position in the weak-performing materials sector (10.1% versus 24.3%). The sector, by far the largest within the S&P/TSX Small Cap Index, declined 0.2% over the reporting period, dragged down by a 23.0% decline in gold stocks. The Fund's underweight allocation to the health care sector (0.9% versus 8.9%) also contributed notably. In contrary, the Fund's underweight position in the top-performing energy sector (9.4% versus 21.2%) detracted from performance.

Despite modestly under-performing the S&P/TSX Small Cap Index over the reporting period, the Fund posted a strong absolute return and had many holdings across a number of

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 1 800 268-8583, by writing to us at AGF Investments Inc., 55 Standish Court, Suite 1050, Mississauga, Ontario, Canada L5R 0G3 attention: Client Services, or by visiting our website at www.agf.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 proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

sectors that recorded exceptional returns. The top contributors to performance were Stelco Holdings Inc., Lightspeed Commerce Inc. ("Lightspeed"), NuVista Energy Limited, ATS Automation Tooling Systems Inc. ("ATS"), Aritzia Inc., TORC Oil & Gas Limited (acquired by Whitecap Resources Inc.), Interfor Corporation, Enerflex Limited, Pinnacle Renewable Holdings Inc. (acquired by Drax Group) and Intertape Polymer Group Inc. Lightspeed and ATS are two of the top ten names that were added following the COVID-19 driven correction in early 2020.

The Fund's most notable changes over the reporting period were related to its positioning for the ongoing economic and equity market recovery. Profits were taken out of the relatively defensive or fully valued utilities sector (from 7.1% to 2.9%) and the materials sector was reduced from 13.8% to 10.1% on lower gold and containers & packaging sub-sector weights. Sectors expected to benefit from the recovery that saw increased weights included energy (from 5.5% to 9.4%) and consumer discretionary (from 10.1% to 13.6%).

The Fund exited a number of positions over the reporting period, including Algonquin Power & Utilities Corporation and Innergex Renewable Energy Inc. in the utilities sector, Winpak Limited, Lundin Mining Corporation and Western Forest Products Inc. in the materials sector as well as FirstService Corporation in the real estate sector. Four of the Fund's holdings were acquired by other companies, with Pinnacle Renewable Holdings Inc. acquired by Drax Group, Clearwater Seafoods Inc. acquired by Premium Brands Holdings Corporation, TORC Oil & Gas taken out by Whitecap Resources Inc. ("Whitecap") and Teranga Gold Corporation acquired by Endeavour Mining Corporation ("Endeavour"). The Fund continues to hold shares in Whitecap and Endeavour.

The Fund added several new names including three initial public offerings - Flagship Communities REIT, Neighbourly Pharmacy Inc. and Pet Valu Holdings Limited. Other added holdings include Whitecap, Trican Well Service Limited and Headwater Exploration Inc. in the energy sector, Real Matters Inc., InterRent REIT and Nexus REIT in the real estate sector, Maple Leaf Foods Inc. in the consumer staples sector and Vanguard Small-Cap ETF, which holds a diversified group of U.S. small capitalization equities.

The Fund had net subscriptions of approximately \$40 million for the current period, as compared to net redemptions of approximately \$25 million in the prior period. Rebalancing by institutional programs resulted in net subscriptions of approximately \$62 million in the Fund. The portfolio manager does not believe that subscription/redemption activity had a meaningful impact on the Fund's performance or the ability to implement its investment strategy.

Total expenses before foreign withholding taxes, commissions and other portfolio transaction costs vary period over period mainly as a result of changes in average Net Asset Values and investor activity, such as number of investor accounts and transactions. The increase in management fees accounted for most of the increase in expenses during the period as compared to the previous

period due to an increase in average Net Asset Values. Unitholder servicing and administrative fees also increased during the period as a result of the increased average Net Asset Values. Custodian fees increased due to an increase in market value of investment portfolio and registration fees increased due to an increase in subscription activity. On the contrary, annual and interim reports decreased due to a decrease in investor activity. All other expenses remained fairly consistent throughout the periods

Recent Developments

World equity markets posted very strong performance over the reporting period, extending the dramatic market rally. Following the historic COVID-19 driven selloff in the first calendar quarter of 2020, equity markets rebounded strongly to finish the year in positive territory. The trend has continued into calendar year 2021 as the original pillars of the rally, unprecedented monetary and fiscal stimulus from central banks and governments, have been joined by widespread COVID-19 vaccinations, abating lockdowns and the prospect of a return to relative normalcy in the not too distant future.

Most major equity markets posted over 20.0% returns over the reporting period, with developed markets performing the strongest, buoyed by more effective vaccination campaigns. The U.S. led the way with the S&P 500 Index up 30.0% (all returns in U.S. dollars except Canada in Canadian dollars), followed by Canada's S&P/TSX Composite Index ("S&P/TSX Index") and Europe both up 28.0%. Japan was the laggard, although still up 22.5%. Emerging markets were impacted by relative weakness in China, although still up 18.6%. Bond market performance was notably negative for the same period as interest rates spiked in the first half of calendar year 2021. The Government of Canada 10-year bond yield rose from 0.56% a year ago to 1.51% as at the end of the reporting period.

Taking a closer look at the Canadian equity markets, the S&P/TSX Index's gain was broad-based, with cyclical sectors leading the way and defensive sectors lagging. Every sector was in positive territory except materials, which was down 9.3% due to weakness in gold stocks. Energy, financials, real estate and consumer discretionary led the way, posting strong gains of 61.6%, 45.5%, 38.0% and 33.0%, respectively. Beyond materials, the next weakest sectors were consumer staples and utilities, which were up 7.2% and 11.9% respectively.

Small capitalization equities notably out-performed large capitalization equities over the reporting period, with the S&P/TSX Small Cap Index up 44.1% relative to the S&P/TSX Index's gain of 28.0%. Energy led the way, up 230.2%, followed by consumer discretionary up 69.2%, financials up 51.3% and industrials up 47.0%. Most small capitalization sectors posted double-digit returns with the exception of materials, consumer staples and health care down 0.2%, up 3.6% and up 9.6% respectively. The out-performance of small capitalization equities was broad, with eight of 11 sectors out-performing their large capitalization peers.

Following dramatic under-performance during the COVID-19 driven market plunge in the first calendar quarter of 2020, small capitalization equities rebounded more strongly, out-performing large capitalization equities over five consecutive quarters until it under-performed in the third calendar quarter of 2021. That makes it six out of the past eight quarters that small capitalization stocks have out-performed, following a lengthy seven consecutive quarter period of under-performance.

Looking beyond equity markets, the portfolio manager expects the global economy to continue its recovery from the COVID-19 pandemic, albeit at an uneven and unpredictable pace. Economic conditions should continue to improve, supported by the ongoing rollout of vaccines, continued fiscal stimulus and accommodative albeit moderating monetary policy. However, some uncertainty still exists regarding the trajectory of the pandemic and its impacts. New waves/spikes in the number of cases may lead to the recurring reintroduction of more strict measures to help control the spread of the virus, which would intermittently weigh on economic activity.

Nevertheless, the economic trajectory remains a positive one. While the strength of the recovery post the very strong initial rebound may be questioned, the backdrop appears relatively favourable for equities. Widespread vaccinations, continued fiscal and monetary stimulus, and low although modestly rising interest rates should be supportive for equity markets. Moreover, while stocks may appear relatively expensive on a historical basis, valuations have declined from recent peaks must be considered within the context of the still near historically low interest rate environment. From this perspective, the fixed income alternatives appear much more expensive.

Over the longer term, the portfolio manager believes the return potential for equities remains substantially above other asset classes. However, the portfolio manager maintains a cautious view on equity markets in the very near term and expects there could be elevated market volatility ahead following the strong market rebound. The portfolio manager continues to focus on quality names, with an emphasis on maintaining diversification amid higher levels of uncertainty.

Related Party Transactions

AGF Investments Inc. ("AGFI") is the manager ("Manager") and trustee of the Fund. Pursuant to the management agreement between the Fund and AGFI, AGFI is responsible for the day-to-day business of the Fund. AGFI acts either as the investment (portfolio) manager itself or hires an external investment manager to manage the investment portfolio of the Fund. AGFI and Cypress entered into an investment management agreement pursuant to which Cypress is responsible for managing the investment portfolio of the Fund. Under the management agreement, the Fund (except for Series I, Series O, Series Q and Series W Units, if applicable) pays management fees, calculated based on the Net Asset Value of the respective series of the Fund.

Management fees of approximately \$2,664,000 were incurred by the Fund during the period ended September 30, 2021.

Certain operating expenses relating to registrar and transfer agency services are paid directly by AGFI and in exchange, a fixed rate administration fee is payable by the Mutual Fund Series, Series F, Series FV, Series I, Series T and Series V Units, as applicable, of the Fund. The administration fee is calculated based on the Net Asset Value of the respective series of the Fund at a fixed annual rate, as disclosed in the current prospectus. Administration fees of approximately \$369,000 were incurred by the Fund during the period ended September 30, 2021.

AGFI and Cypress are indirect wholly-owned subsidiaries of AGF Management Limited.

Caution Regarding Forward-looking Statements

This report may contain forward-looking statements about the Fund, including its strategy, expected performance and condition. Forward looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "expects", "anticipates", "intends", "plans", "believes", "estimates" or negative versions thereof and similar expressions.

In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors.

The forward-looking statements are by their nature based on numerous assumptions, which include, amongst other things, that (i) the Fund can attract and maintain investors and has sufficient capital under management to effect its investment strategies, (ii) the investment strategies will produce the results intended by the portfolio manager, and (iii) the markets will react and perform in a manner consistent with the investment strategies. Although the forward-looking statements contained herein are based upon what the portfolio manager believes to be reasonable assumptions, the portfolio manager cannot assure that actual results will be consistent with these forward-looking statements.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors in North America and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, taxation, changes in government regulations, unexpected judicial or regulatory proceedings, technological changes, cybersecurity, the possible effects of war or terrorist activities, outbreaks of disease or illness that affect local, national or international

economies (such as COVID-19), natural disasters and disruptions to public infrastructure, such as transportation, communications, power or water supply or other catastrophic events.

It should be stressed that the above-mentioned list of factors is not exhaustive. You are encouraged to consider these and other factors carefully before making any investment decisions and you are urged to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance.

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the past five years as applicable.

Mutual Fund Units - Net Assets per Unit⁽¹⁾

For the periods ended	Sept 30, 2021 (\$)	Sept 30, 2020 (\$)	Sept 30, 2019 (\$)	Sept 30, 2018 (\$)	Sept 30, 2017 (\$)
Net Assets, beginning of period⁽¹⁾	10.01	9.35	9.85	9.86	9.45
Increase (decrease) from operations:					
Total revenue	0.22	0.17	0.20	0.17	0.16
Total expenses	(0.37)	(0.28)	(0.27)	(0.30)	(0.30)
Realized gains (losses)	0.94	1.77	(0.32)	0.92	0.68
Unrealized gains (losses)	2.82	(1.00)	(0.17)	(0.78)	(0.12)
Total increase (decrease) from operations⁽²⁾	3.61	0.66	(0.56)	0.01	0.42
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	-	-	-	-	-
Net Assets, end of period⁽⁴⁾	13.81	10.01	9.35	9.85	9.86

Mutual Fund Units - Ratios/Supplemental Data⁽¹⁾

For the periods ended	Sept 30, 2021	Sept 30, 2020	Sept 30, 2019	Sept 30, 2018	Sept 30, 2017
Total Net Asset Value (\$000's)	172,239	89,807	93,214	110,535	127,563
Number of units outstanding (000's)	12,470	8,974	9,969	11,223	12,940
Management expense ratio ⁽⁵⁾	2.82%	2.86%	2.86%	2.87%	2.86%
Management expense ratio before waivers or absorptions ⁽⁶⁾	2.84%	2.87%	2.87%	2.88%	2.87%
Trading expense ratio ⁽⁷⁾	0.12%	0.11%	0.06%	0.15%	0.26%
Portfolio turnover rate ⁽⁸⁾	22.35%	28.05%	11.28%	24.99%	16.78%
Net Asset Value per unit	13.81	10.01	9.35	9.85	9.86

Series F Units - Net Assets per Unit⁽¹⁾

For the periods ended	Sept 30, 2021 (\$)	Sept 30, 2020 (\$)	Sept 30, 2019 (\$)	Sept 30, 2018 (\$)	Sept 30, 2017 (\$)
Net Assets, beginning of period⁽¹⁾	12.38	11.45	11.94	11.82	11.21
Increase (decrease) from operations:					
Total revenue	0.27	0.20	0.25	0.21	0.19
Total expenses	(0.30)	(0.23)	(0.21)	(0.23)	(0.24)
Realized gains (losses)	1.33	2.13	(0.38)	1.08	0.83
Unrealized gains (losses)	3.52	(1.09)	(0.17)	(0.95)	(0.19)
Total increase (decrease) from operations⁽²⁾	4.82	1.01	(0.51)	0.11	0.59
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	-	-	-	-	-
Net Assets, end of period⁽⁴⁾	17.28	12.38	11.45	11.94	11.82

Series F Units - Ratios/Supplemental Data⁽¹⁾

For the periods ended	Sept 30, 2021	Sept 30, 2020	Sept 30, 2019	Sept 30, 2018	Sept 30, 2017
Total Net Asset Value (\$000's)	2,380	1,601	2,041	2,339	2,303
Number of units outstanding (000's)	138	129	178	196	195
Management expense ratio ⁽⁵⁾	1.80%	1.81%	1.81%	1.82%	1.83%
Management expense ratio before waivers or absorptions ⁽⁶⁾	1.81%	1.93%	1.87%	1.83%	2.00%
Trading expense ratio ⁽⁷⁾	0.12%	0.11%	0.06%	0.15%	0.26%
Portfolio turnover rate ⁽⁸⁾	22.35%	28.05%	11.28%	24.99%	16.78%
Net Asset Value per unit	17.28	12.38	11.45	11.94	11.82

Series I Units - Net Assets per Unit⁽¹⁾

For the periods ended	Sept 30, 2021 (\$)	Sept 30, 2020 (\$)	Sept 30, 2019 (\$)	Sept 30, 2018 (\$)	Sept 30, 2017 (\$)
Net Assets, beginning of period⁽¹⁾	10.61	9.65	9.88	10.00*	-
Increase (decrease) from operations:					
Total revenue	0.23	0.17	0.20	0.14	-
Total expenses	(0.03)	(0.02)	(0.02)	(0.02)	-
Realized gains (losses)	1.19	1.81	(0.31)	0.57	-
Unrealized gains (losses)	3.12	(0.99)	(0.06)	(0.80)	-
Total increase (decrease) from operations⁽²⁾	4.51	0.97	(0.19)	(0.11)	-
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	-	-	-	-	-
Net Assets, end of period⁽⁴⁾	15.04	10.61	9.65	9.88	-

Series I Units - Ratios/Supplemental Data⁽¹⁾

For the periods ended	Sept 30, 2021	Sept 30, 2020	Sept 30, 2019	Sept 30, 2018	Sept 30, 2017
Total Net Asset Value (\$000's)	48,491	39,807	50,470	51,215	-
Number of units outstanding (000's)	3,224	3,751	5,232	5,183	-
Management expense ratio ⁽⁵⁾	0.10%	0.11%	0.11%	0.09%	-
Management expense ratio before waivers or absorptions ⁽⁶⁾	0.10%	0.11%	0.11%	0.09%	-
Trading expense ratio ⁽⁷⁾	0.12%	0.11%	0.06%	0.15%	-
Portfolio turnover rate ⁽⁸⁾	22.35%	28.05%	11.28%	24.99%	-
Net Asset Value per unit	15.04	10.61	9.65	9.88	-

* represents initial Net Assets

(1), (2), (3), (4), (5), (6), (7) and (8) see Explanatory Notes

Series O Units - Net Assets per Unit⁽¹⁾

For the periods ended	Sept 30, 2021 (\$)	Sept 30, 2020 (\$)	Sept 30, 2019 (\$)	Sept 30, 2018 (\$)	Sept 30, 2017 (\$)
Net Assets, beginning of period⁽¹⁾	10.38*	-	-	-	-
Increase (decrease) from operations:					
Total revenue	0.25	-	-	-	-
Total expenses	(0.02)	-	-	-	-
Realized gains (losses)	0.26	-	-	-	-
Unrealized gains (losses)	1.94	-	-	-	-
Total increase (decrease) from operations⁽²⁾	2.43	-	-	-	-
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	-	-	-	-	-
Net Assets, end of period⁽⁴⁾	14.07	-	-	-	-

Series O Units - Ratios/Supplemental Data⁽¹⁾

For the periods ended	Sept 30, 2021	Sept 30, 2020	Sept 30, 2019	Sept 30, 2018	Sept 30, 2017
Total Net Asset Value (\$'000's)	363	-	-	-	-
Number of units outstanding ('000's)	26	-	-	-	-
Management expense ratio ⁽⁵⁾	0.00%	-	-	-	-
Management expense ratio before waivers or absorptions ⁽⁶⁾	2.51%	-	-	-	-
Trading expense ratio ⁽⁷⁾	0.12%	-	-	-	-
Portfolio turnover rate ⁽⁸⁾	22.35%	-	-	-	-
Net Asset Value per unit	14.07	-	-	-	-

Explanatory Notes

(1) a) This information is derived from the Fund's audited annual financial statements. Under International Financial Reporting Standards ("IFRS"), investments that are traded in an active market are generally valued at closing price, which is determined to be within the bid-ask spread and most representative of fair value. As a result, there is no difference between the net assets per unit presented in the financial statements ("Net Assets") and the net asset value per unit calculated for fund pricing purposes ("Net Asset Value").

b) The following series of the Fund commenced operations on the following dates, which represents the date upon which securities of a series were first made available for purchase by investors.

Mutual Fund Units	February 1996
Series F Units	April 2000
Series I Units	January 2018
Series O Units	October 2020

(2) Net Assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.

(3) Distributions were paid in cash/reinvested in additional units of the Fund, or both. The computation of the distributions per unit does not take into account the management fee

distributions (see note 5 below). The characterization of the distributions is based on management's estimate of the actual income for the year.

(4) This is not a reconciliation of the beginning and ending Net Assets per unit.

(5) The management expense ratio ("MER") of a particular series is calculated in accordance with National Instrument 81-106, based on all the expenses of the Fund (including Harmonized Sales Tax, Goods and Services Tax and interest, but excluding foreign withholding taxes, commissions and other portfolio transaction costs) and the Fund's proportionate share of the MER, if applicable, of the underlying funds and exchange traded funds ("ETFs") in which the Fund has invested, allocated to that series, expressed as an annualized percentage of average daily Net Asset Value of that series during the period. For new series launched, the MER is annualized from the date of the first external purchase.

AGFI may reduce the effective management fee payable by some unitholders by reducing the management fee it charges to the Fund and directing the Fund to make management fee distributions to these unitholders in amounts equal to the amounts of the management fee reduction. The MER does not take into account the reduction in management fees due to management fee distributions to unitholders.

(6) AGFI waived certain fees or absorbed certain expenses otherwise payable by the Fund. The amount of expenses waived or absorbed is determined annually on a series by series basis at the discretion of AGFI and AGFI can terminate the waiver or absorption at any time.

(7) The trading expense ratio represents total commissions and other portfolio transaction costs, including the Fund's proportionate share of the commissions, if applicable, of the underlying funds and ETFs in which the Fund has invested, expressed as an annualized percentage of average daily Net Asset Value during the period.

(8) The Fund's portfolio turnover rate ("PTR") indicates how actively the Fund's portfolio advisor manages its portfolio investments. A PTR 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 PTR 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.

PTR is calculated based on the lesser of the cumulative cost of purchases or cumulative proceeds of sales divided by the average market value of the portfolio, excluding short-term investments.

* represents initial Net Assets

(1), (2), (3), (4), (5), (6), (7) and (8) see Explanatory Notes

Management Fees

The Fund is managed by AGFI. As a result of providing investment and management services, AGFI receives a monthly management fee, based on the Net Asset Value of the respective series, calculated daily and payable monthly. Management fees in respect of Series I, Series O, Series Q and Series W Units, if applicable, are arranged directly between the Manager and investors and are not expenses of the Fund. AGFI uses these management fees to pay for sales and trailing commissions to registered dealers on the distribution of the Fund's units, investment advice, as well as for general administrative expenses such as overhead, salaries, rent, legal and accounting fees relating to AGFI's role as manager.

	As a percentage of management fees		
	Annual rates	Dealer compensation	General administration and investment advice
Mutual Fund Units	2.25%	31.90%	68.10%
Series F Units	1.25%	-	100.00%

Past Performance*

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

It is AGFI's policy to report rates of return for series in existence greater than one year. The performance start date for each series represents the date of the first purchase of such series, excluding seed money. Series O Units commenced operations in October 2020. During the ten year period ended September 30, 2021, certain other funds with similar investment objectives merged into the Fund. Generally, for fund mergers, the continuing fund is considered a new fund for the purpose of calculating rates of return and therefore, the rates of return have not been provided for the period of the merger and previous periods. However, the merger of AGF Canadian Small Cap Discovery Fund with the Fund in May 2016 did not constitute a material change to the Fund and accordingly did not impact the ability of the Fund to maintain its historical performance.

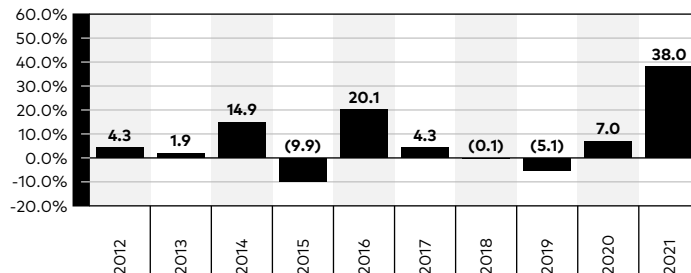
All rates of return are calculated based on the Net Asset Value.

Year-By-Year Returns

The following bar charts show the Fund's annual performance for each of the past 10 years to September 30, 2021 as applicable, and illustrate how the Fund's performance has changed from year to year. The

charts show, in percentage terms, how much an investment made on the first day of each financial period would have grown or decreased by the last day of each financial period.

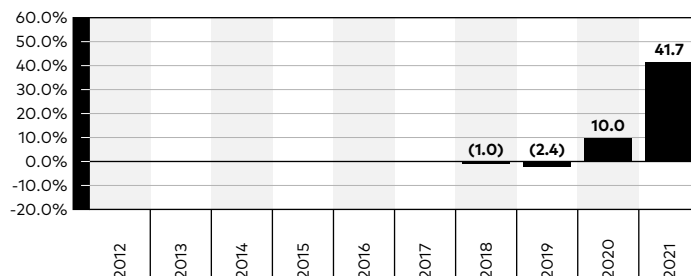
Mutual Fund Units



Series F Units



Series I Units



Performance for 2018 represents returns for the period from January 10, 2018 to September 30, 2018.

Annual Compound Returns

The following table compares the historical annual compound returns for each series with the index, for each of the periods ended September 30, 2021.

Percentage Return:	1 Year	3 Years	5 Years	10 Years	Since Inception
Mutual Fund Units	38.0	11.9	7.9	6.8	N/A
S&P/TSX Small Cap Index	44.1	9.3	5.8	5.3	N/A
Series F Units	39.5	13.1	9.0	7.9	N/A
S&P/TSX Small Cap Index	44.1	9.3	5.8	5.3	N/A
Series I Units	41.7	15.0	N/A	N/A	11.6
S&P/TSX Small Cap Index	44.1	9.3	N/A	N/A	6.1

* The indicated rates of return shown here are the historical annual compounded total returns including changes in security value and reinvestment of all distributions and do not take into account sales, redemption, distribution or other optional charges by any securityholder that would have reduced returns or performance. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated.

The S&P/TSX Small Cap Index provides an investable index for the Canadian small capitalization market. The index is float-adjusted and market capitalization-weighted and was developed with industry input as the ideal benchmark for those with small capitalization exposure of the Canadian equity market.

For a discussion of the relative performance of the Fund as compared to the index, see Results of Operations in the Management Discussion of Fund Performance.

Summary of Investment Portfolio

As at September 30, 2021

The major portfolio categories and top holdings (up to 25) of the Fund at the end of the period are indicated in the following tables. The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the Fund and the next quarterly update will be in the Quarterly Portfolio Disclosure as at December 31, 2021.

The prospectus and other information about the ETFs are available on the internet at www.sedar.com and/or www.sec.gov/edgar.shtml, as applicable.

Portfolio by Country	Percentage of Net Asset Value (%)
Canada	90.3
Cash & Cash Equivalents	5.1
United States	3.8
Burkina Faso	0.7

Portfolio by Sector	Percentage of Net Asset Value (%)
Real Estate	19.3
Industrials	14.8
Consumer Discretionary	13.6
Materials	10.1
Energy	9.4
Information Technology	8.7
Financials	6.6
Cash & Cash Equivalents	5.1
Consumer Staples	4.7
Utilities	2.9
Communication Services	1.9
ETFs – United States Equity	1.9
Health Care	0.9

Portfolio by Asset Mix	Percentage of Net Asset Value (%)
Canadian Equity	90.3
Cash & Cash Equivalents	5.1
United States Equity	3.8
International Equity	0.7

Top Holdings	Percentage of Net Asset Value (%)
Cash & Cash Equivalents	5.1
Lightspeed Commerce Inc.	3.6
Morguard Corporation	3.6
Aritzia Inc.	3.4
SNC-Lavalin Group Inc.	3.1
Sleep Country Canada Holdings Inc.	2.8
Park Lawn Corporation	2.8
Guardian Capital Group Limited	2.8
Mainstreet Equity Corporation	2.7
Interfor Corporation	2.5
Martinrea International Inc.	2.4
DREAM Unlimited Corporation	2.3
Diversified Royalty Corporation	2.2
ATS Automation Tooling Systems Inc.	2.2
Jamieson Wellness Inc.	2.1
Cargojet Inc.	2.1
Element Fleet Management Corporation	2.0
Flagship Communities Real Estate Investment Trust	1.9
Boyd Group Services Inc.	1.9
Vanguard Small-Cap ETF	1.9
Whitecap Resources Inc.	1.9
Intertape Polymer Group Inc.	1.8
WPT Industrial Real Estate Investment Trust	1.8
Maple Leaf Foods Inc.	1.8
AltaGas Limited	1.8
Total Net Asset Value (thousands of dollars)	\$ 223,473



For more information contact your investment advisor or:

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