Desjardins
FUNDS

Annual Report 2004

Desjardins

Assets and Values

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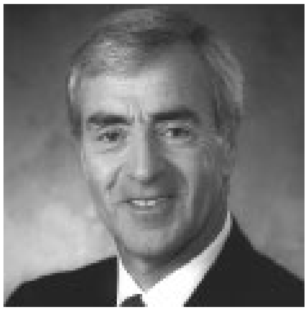
Message from the President



The strength of the Canadian economy continued to astonish throughout the fiscal year ended September 30, 2004, despite the political events and military operations that dominated the news. As proof, last June Canadian GDP (gross domestic product) grew 4.3 % over June 2003, ranking Canada first among G7 countries. This performance is clearly superior to that of the American economy, which grew only 2.3%, for the same period.

Yet, despite the increase in the Canadian dollar, exports continued to grow. Domestic demand, supported by job creation, also performed well. By the same token, although interest rates rose and the price of oil reached almost US$50 a barrel at September 30, 2004, Canadian investors did quite well with both fixed-income securities and equities.

Desjardins Funds are more varied than ever!

Keep in mind that the Desjardins Funds family went through several changes during the past year in order to adapt to the changing needs and new realities of the market. Several products merged, some were revised and improved, and others were created and introduced on the market. These changes now give investors access to a wider variety of investment vehicles to contribute to their financial prosperity.

Also during the past year, Desjardins, always striving to meet the needs of its members, designed a solution that enables investors to make life a little easier: the Desjardins Funds Diapason Program.

Since its creation in January 2004, several investors have adopted this solution as it enables them to make a single trade to achieve sound diversification. In fact, the Desjardins Funds Diapason Program is a turnkey solution at no additional cost that offers six diversified portfolios meeting as many investor profiles, from the most prudent to the most dynamic. What's more, the portfolios are automatically rebalanced every quarter in order to respect investors' goals.

With the success of the new Desjardins Funds family and the Diapason Program, Desjardins demonstrates yet again its frontline role in investment funds. Investors' needs change and Desjardins has the firm intention of tending to the interests of its members with continued determination.

Bruno Morin
President and Chief Executive Officer
Desjardins Trust

Review of Financial Year

The strength of the Canadian economy sets it apart

The strength of the Canadian economy astonished throughout the financial year ended September 30, 2004. In fact, Canadian GDP (gross domestic product) grew by 4.3% for the period ended June 30, 2004, due to an increase in exports and domestic demand, supported by job creation. This clearly demonstrates the good performance of our economy.

It is therefore no surprise that the Bank of Canada followed the move made by the American Federal Reserve to raise its rates a quarter of a point on September 8, bringing its key rate to 2.25%. As the economy was at a pace close to its full potential, the Bank of Canada reduced its degree of monetary easing before facing intensified inflationary pressure. With this first tightening, the Bank of Canada demonstrated its intention of containing inflation within a range of 1% to 3% per year. However, analysts expect further tightening during the coming months, with a key rate of between 3.5% and 4.5% in 2005.

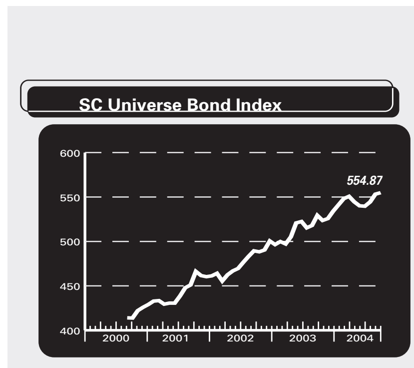
The end of the fiscal year was also marked by the strong evolution of the Canadian dollar, which reached US79.40¢—its highest level since 1993—partly due to the success of the economy and tightening of the monetary policy. This evolution comes on the heels of an announcement by Organisation for Economic Co-operation and Development (OECD) Secretary General Donald Johnson on the intention of the Bank of Canada to continue to raise its rates to counter inflation.

It bears mentioning that, for the Canadian economy, the rise in the dollar has a direct negative impact on profit margins of exporters. To maintain their competitive edge, companies must increase productivity considerably, so as to generate growth in profits making it possible to maintain investors' interest in Canadian securities.

Market developments

Canadian fixed-income securities

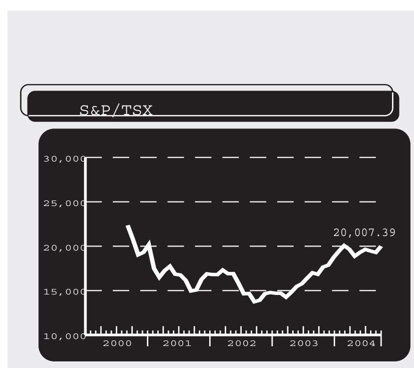
Canadian fixed-income securities had a good year, despite the historically low interest rate. The Scotia Capital Universe Bond Index increased by 4.8% while the 91-day Treasury Bill Index climbed 2.3%. It bears mentioning that the second quarter of 2004 was difficult since the market anticipated rate increases by both the Federal Reserve and the Bank of Canada. Once the increases were made, the bond market continued to rally with a return of almost 3% in the third quarter of 2004.



For the second year in a row, real return bonds, i.e., bonds for which the interest coupon is based on the Canadian interest rate, stole the show with a return of 17.2%. In terms of traditional bonds, lower quality corporate bonds (BBB-rated securities) gave an excellent return, with growth of 6.9%. As for government bonds, provincial bonds were quite popular, narrowing the rate gap with federal bonds. Provincial bonds are still attractive since they earn high average income, even if they have a high weighted average term-to-maturity. In 10 years, provincial bonds have given investors a return premium of more than 0.8% compared to Canadian federal bonds.

In Canada

After the healthy performance of the local economy, the Canadian stock market had an excellent year, with an 18.9% increase in the S&P/TSX Composite Index, which lists the 224 highest performing Canadian businesses in terms of market capitalization.



Without a doubt, the most preferred sector this year was energy, as it shot up more than 40% after the sharp increase in the price of oil, which reached almost $50 a barrel in September 2004. This rise was a result of a combination of factors that contributed to reducing the supply, including war in Iraq, labour conflict in Venezuela, financial and structural problems of Russia's main producer, hurricanes near drilling platforms in the Gulf of Mexico and speculation of hedge fund managers, coupled with increased demand such as an increase of 40% of oil consumption in China.

The materials sector was also favoured with a return of 26.6%. This performance was in large part due to the sharp increase in the price of materials following the increase in world demand, especially from China. In fact, China represents between 50% and 105% of the growth in the world's demand of materials. This country currently consumes between 13% and 28% of the world's materials production (source: Macquarie Bank, Citigroup, Bernstein).

The financial services sector—Canada's primary economic sector in terms of market capitalization—also did well by increasing more than 23%. This excellent performance is particularly due to insurance companies (especially Manulife, which acquired American insurance company John Hancock) and specialized financial services companies (Brascan and TSX Group).

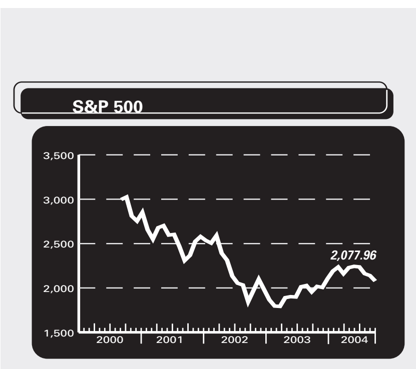
Although it represents a very low percentage of Canadian market capitalization, the least favourable sector was health. The sector's tumble was mainly due to the weak performance of two major Canadian securities, Biovail and Angiotech Pharma, which had cash flow problems and product recalls, respectively.

The information technology sector (9.6%) went through a difficult period with the slump of two of its largest securities, ATI Technologies (world leader in graphic cards) and Nortel Networks, due to decreased demand in the semiconductor subsector and financial result revision issues. However, the sector gained overall due to the sharp growth in Research In Motion shares of more than 270% and the performance of its Blackberry wireless communication product.

In terms of market capitalization, medium-capitalization securities, represented by the S&P/TSX MidCap Index, out-performed with earnings of 25.48%, while small-capitalization securities did not do as well with earnings of 13.9%. The performance of large-capitalization securities was comparable to the overall S&P/TSX Composite Index.

In the United States

As the economic situation was set fair, the American Federal Reserve increased its rates for a second time in August and a third in September, bringing its key rate to 1.75%. Fed President Allan Greenspan justified this decision by asserting that he found the forces in place to be adequate for continued economic growth. The American monetary authorities claim that the recent slowdown in production and the job market are due to the rise in energy prices, which is a temporary key actor.



Historically, American presidency election years are ideal for stock market growth, especially in the third quarter of the year. Unfortunately, the performance this year did not follow the rule since the market, represented by the S&P 500 Index, slid throughout the quarter by -1.87% in U.S. dollars. However, for the entire year ended September 30, the leading American large-capitalization index S&P 500 gained 13.9% in domestic currency. In Canadian dollars, this return is not as impressive (6.6%) since the Canadian dollar rose by almost 7% compared to the greenback. Contrary to Canada, American small-capitalization securities performed well, with a return of 10%.

Overseas securities

In Europe, inflation in the euro zone slowed in the third quarter due to weakening in consumer demand, which discouraged businesses to shift the increase in energy costs. The annual inflation rate fell 2.3%. Consumer prices slipped 0.2% in July, which was the first decrease since January. However, despite the jump in oil prices, which made margins drop, European securities shot up 17.9% in one year in Canadian currency. For this period, the loonie remained neutral compared to the euro and lost little value compared to the pound sterling.

The slowdown in American economic growth, coupled with the record level of oil prices, affected Japanese exporters. What's more, the second quarter publication of GDP figures, which were lower than forecast, stagnated securities dependant on domestic demand. These factors were thus behind the difficulties in the Japanese stock market, which had the worst performance among stock markets with a return of 4.0% in Canadian currency. However, it bears mentioning that the yen slid by almost 6% compared to the loonie.

One of the regions with the best return was the Pacific Rim (ex-Japan), with an increase in performance of 18.6%. In China, it would appear that the measures implemented by the government to avoid overstimulation of the economy worked well as industrial production experienced its slowest pace in a year. Furthermore, in the second quarter, Taiwan recorded its quickest economic expansion pace in more than four years due to the record level of exports and the sharp growth in investments. The unemployment rate was at its lowest level in three years.

Conclusion

Although unfavourable for exporters and for holders of foreign currency, the increase in the Canadian dollar enabled investors to acquire foreign securities at the best cost. Managers took advantage of these market opportunities to review their portfolios. A certain level of short-term volatility is to be expected, given inflation rates that are higher than forecast.

Your Portfolio Managers

On October 1, 2003, Desjardins Investment Management Inc. ("DIM") became the portfolio advisor for all Desjardins Funds.

In this capacity, DIM is responsible for selecting securities subadvisors. It currently teams up with three reputable portfolio managers—Fiera Capital Management, Montrusco Bolton Investments and AllianceBernstein—who manage the "traditional" Desjardins Funds. In accordance with their respective mandates, the managers endeavour to ensure performance stability and add value to the Funds compared to the performance of the benchmark indices.

Fiera Capital Management

Fiera Capital Management was created in 2003 to make the skills of an elite group of investment professionals available to a diversified clientele made up mainly, aside from the Desjardins Funds, of institutional clients, religious congregations and foundations. Fiera Capital favours an active management of investments on the Canadian market and has outfitted itself with an outstanding team in global asset allocation management.

Fiera's entrepreneurial spirit can already be clearly distinguished in its management philosophy and its approach to product development: innovation and accountability in results are its directors' and managers' driving forces. While teamwork and the exchange of ideas are at the heart of the basic research process, each Fund has its own manager who is ultimately responsible for investment decisions. All managers are supervised by experienced directors who ensure rigorous verifications.

Fiera Capital Management has approximately 60 employees at its Montréal office and manages assets totalling more than $10 billion.

Montrusco Bolton Investments

Montrusco Bolton Investments Inc., which was founded in 1946, is a portfolio management firm that serves a clientele made up of retirement funds, foundations and private management. The corporation manages a wide array of asset classes, making it possible to meet the evolving needs of its clients. Its assets under management total around $5.9 billion and are managed in Montréal. Montrusco Bolton holds a 49% interest in Louisbourg Investments Inc., which is based in the Maritimes.

More than 40 investment professionals ensure service to the main regions of Canada.

AllianceBernstein

This prestigious company resulted from the 2000 merger of Alliance Capital Management and Sanford C. Bernstein. The two components each play a specific role: Alliance Capital Management manages growth portfolios, whereas Sanford C. Bernstein is responsible for value management.

AllianceBernstein is headquartered in New York and has 36 offices throughout the world. It manages the pension funds of some 40 U.S. states, as well as the pension funds of 45 Fortune 100 corporations. The company is a world-renowned leader in international investment fund management.

AllianceBernstein, whose assets under management total US$427 billion, has over 4,000 employees, including 550 professionals, managers and analysts. Noted for its impartiality and efficiency, its sizeable fundamental research department ranks among the best in North America.

Desjardins Investment Management Inc. directly oversees funds of funds management of the Desjardins Select, Ethical, Fidelity and CI Funds. For these Funds, Desjardins Investment Management Inc. invests in the funds of one or more of the following major Canadian fund investment companies: AGF, AIM Trimark, Brandes Investment Partners, CI Funds, Fidelity Investments Canada, Credential Group and Northwest Mutual Funds.

Desjardins Select, Ethical, CI and Fidelity Funds

The Desjardins Fund family offers products from national and international investment fund companies and provides access to the expertise of experienced portfolio managers, who draw on a variety of management styles.

Accordingly, the Desjardins Select, Ethical, CI and Fidelity Funds are developed based on funds recommended by reputable producers.

Fidelity Investments Canada Limited

Founded in 1987, Fidelity Investments Canada Limited is the eighth largest investment fund company in Canada. It is part of Boston-based Fidelity Investments, one of the world's largest providers of financial services with more than 18 million clients and assets exceeding US$880 billion. Toronto is home to Fidelity Investments Canada Limited, which also operates several regional offices. The company manages assets of over $26 billion.

CI Funds

Since its acquisition of BPI Funds in 1999, the company is one of the 10 largest investment fund managers in the country. CI Funds made important acquisitions in 2002 and 2003, which enable it to offer the widest range of funds in Canada. Its assets under management total nearly $35 billion.

AGF

Founded in 1957, AGF was the first provider to offer U.S. equities funds to Canadian investors. Today, it manages assets in excess of $25 billion and serves more than a million investors.

AIM Trimark Investments

AIM Trimark Investments is one of the largest mutual fund companies in Canada, with more than $38 billion in assets under management. It is a subsidiary of the British company AMVESCAP PLC, which is one of the largest independent investment portfolio managers in the world. AMVESCAP is committed to improving investors' financial security on all continents. This is achieved by offering a wide range of investment solutions and services to individuals and organizations in about a hundred countries. Its securities are listed on the London, Paris, New York and Toronto stock exchanges.

Brandes Investment Partners

Founded in California, this company has more than 25 years' experience in global investment management. It has more than $100 billion in assets under management, $7 billion of which comes from Canadian investors.

Credential Group®

Credential Group®, whose head office is in Vancouver, is the first company in Canada to introduce mutual funds that satisfy socially responsible investment. In 1986, it launched its Ethical Funds®, where cooperative movement is seen in a positive light. Credential Group® manages assets totalling $2 billion.

Northwest Mutual Funds

Northwest Mutual Funds Inc. is an investment fund corporation founded by First Asset Management Inc. in 1997. Since its founding, Northwest has rapidly increased assets and market share by offering quality investment products, growing at an average rate of more than 30% per annum. Northwest has offices in Toronto and Vancouver, as well as in Montréal following its recent acquisition by Desjardins Trust, which should further promote its growth.

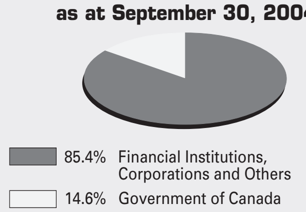
Objective

The objective of the Desjardins Money Market Fund is to conserve capital while achieving a regular income.

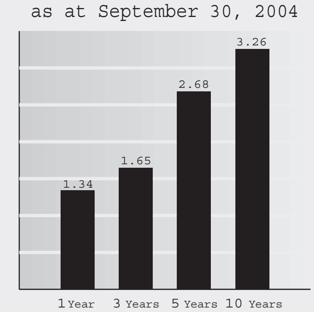
Portfolio Composition

The assets of the Desjardins Money Market Fund are primarily invested in Treasury bills and short-term debt securities.

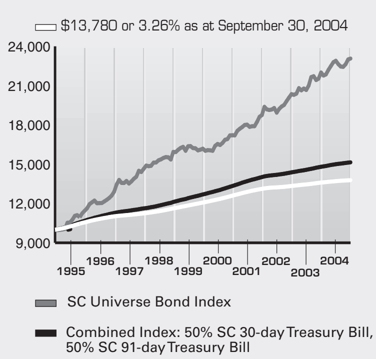
Asset Mix as at September 30, 2004



Compound Annual Return (in %) as at September 30, 2004



Growth of a Hypothetical $10,000 Investment for the Last Ten Years



INCOME FUNDS

Desjardins Money Market Fund

Overview

In an environment of very low interest rates, money market funds have gone through some tough times. For the year ended September 30, 2004, the Fund achieved a return of 1.34%. The Fund is currently managed with forecasted rate increases on money markets in Canada and the United States in an effort to standardize monetary policies. These increases in overnight rates should enable the Fund to achieve a greater return in 2005.

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 10.005**	$ 10.005	$ 10.005	$ 10.005	$ 10.005
Income and gain on investment operations					
Net investment income (loss)	**0.133**	0.193	0.168	0.290	0.444
Distributions to investors					
Net investment income	**0.133**	0.193	0.168	0.290	0.444
Net Asset Value, End of Year	**$ 10.005**	$ 10.005	$ 10.005	$ 10.005	$ 10.005
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 620,841**	$ 597,545	$ 605,543	$ 253,368	$ 98,364
Average net assets (in thousands)	**$ 610,248**	$ 593,515	$ 558,194	$ 153,142	$ 111,204
Management expense ratio	**1.15%**	1.15%	1.15%	1.15%	1.15%
Management expense ratio before waived fees	**1.42%**	1.44%	1.31%	1.31%	1.22%

Years Ended September 30	2004	2003	2002	2001	2000
Annual return	**1.34%**	1.95%	1.66%	4.15%	4.35%

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Desjardins Money Market Fund

Investment Portfolio as at September 30, 2004

	Par Value $	Amortized Cost $
Money Market Securities (83.0%)		
Alcan, notes		
2004-10-27	10,000,000	9,962,300
2004-10-29	9,000,000	8,969,670
2004-11-30	7,500,000	7,467,825
2004-12-08	20,000,000	19,877,800
Apex Trust, notes		
2004-10-25	1,300,000	1,297,841
Apollo Trust, notes		
2004-12-02	6,500,000	6,461,585
2004-12-15	5,200,000	5,168,124
Aria Trust, notes		
2004-11-17	1,000,000	994,660
2004-11-25	5,000,000	4,971,800
2004-11-29	5,500,000	5,468,155
2004-12-15	12,600,000	12,523,828
2004-12-21	5,100,000	5,069,145
2004-12-22	5,000,000	4,971,150
Bay Street Funding, notes		
2004-10-19	10,300,000	10,246,955
2004-11-19	5,000,000	4,973,300
2004-12-15	200,000	198,792
Britannia Building Society, notes		
2004-10-28	23,300,000	23,178,374
Canada Treasury Bills		
2004-10-07	12,750,000	12,683,134
2004-11-04	2,500,000	2,431,850
2004-11-18	10,000,000	9,902,900
2004-12-02	16,825,000	16,507,308
2004-12-30	18,400,000	17,939,050
2005-03-10	21,000,000	20,745,890
2005-05-19	9,000,000	8,786,250
2005-09-08	1,800,000	1,753,038
Care Trust, notes		
2004-10-07	500,000	499,075
2005-04-14	5,000,000	5,000,000
Chip Mortgage Trust, notes		
2005-01-07	10,000,000	9,843,200
Comet Trust, notes		
2004-11-22	4,000,000	3,977,840
2004-11-25	500,000	497,180
2004-12-02	3,200,000	3,181,440
2004-12-09	7,000,000	6,957,850
2004-12-15	4,700,000	4,671,706
2004-12-21	7,000,000	6,957,510
Comité de gestion de la taxe scolaire de l'île de Montréal, notes		
2004-11-15	2,565,000	2,547,045
Corporation d'hébergement du Québec, notes		
2004-11-12	2,017,000	2,006,814
2004-12-02	1,500,000	1,491,300
2004-12-14	14,000,000	13,916,280
2005-01-12	4,100,000	4,067,118
2005-02-17	8,650,000	8,553,380
2005-03-16	9,507,000	9,387,432
Diversified Trust, notes		
2004-10-07	3,000,000	2,994,450
Dr Residential Mortgage Trust, notes		
2004-10-08	5,500,000	5,489,440
EnCana Corporation, notes		
2004-11-25	7,000,000	6,973,680
Financière agricole du Québec, notes		
2004-11-08	5,000,000	4,980,350
Gemini Trust, notes		
2004-10-06	3,700,000	3,686,828
2004-10-14	4,000,000	3,979,160
2004-11-15	4,600,000	4,575,712
2004-11-29	5,000,000	4,972,000
2004-12-03	2,200,000	2,187,252
2004-12-09	3,000,000	2,981,850
2004-12-21	2,000,000	1,987,900
HBOS, notes		
2004-10-27	4,000,000	3,978,960
2004-12-10	9,000,000	8,945,460
King Street Funding Trust, notes		
2004-11-18	465,000	462,526
Loto-Québec, notes		
2004-10-21	925,000	922,003
Manulife Bank, notes		
2004-12-08	1,400,000	1,391,754
McCain Finance (Canada), notes		
2004-11-15	3,000,000	2,984,190
MMAI-I Trust, notes		
2004-12-14	19,950,000	19,827,603
PACCAR, notes		
2004-12-09	8,000,000	7,883,200
Plaza Trust, notes		
2004-10-04	14,000,000	13,971,160
Precision Trust, notes		
2004-10-05	590,000	588,832
2004-11-03	8,200,000	8,181,222
Prime Trust, notes		
2004-10-05	100,000	99,793
Province of Québec, notes		
2005-03-14	4,325,000	4,272,841
Pure Trust, notes		
2004-10-25	1,500,000	1,496,790
Québec Treasury Bills		
2005-06-03	2,200,000	2,144,714
Rocket Trust, notes		
2004-10-18	400,000	398,584
2004-10-26	8,900,000	8,852,919
2004-12-03	4,000,000	3,977,040
2004-12-14	4,000,000	3,975,760
2004-12-15	2,700,000	2,683,638
Safe Trust, notes		
2004-10-05	5,500,000	5,489,385
Smart Trust, notes		
2004-10-18	200,000	199,600
Société Générale, notes		
2004-10-01	300,000	300,000
Stars Trust, notes		
2004-10-15	4,600,000	4,595,446
Structured Investment, notes		
2004-10-20	15,795,000	15,772,729
2004-11-22	3,200,000	3,186,912
Titanium Trust, notes		
2004-10-06	3,128,000	3,121,400
Université de Montréal, notes		
2004-10-01	2,300,000	2,299,701
Université Laval, notes		
2004-11-29	5,960,000	5,928,174
2005-01-05	3,150,000	3,127,415
Volkswagen Credit Canada, notes		
2004-10-18	7,000,000	6,964,020
Volvo Treasury Canada, notes		
2004-11-19	2,000,000	1,989,280
2004-11-29	4,000,000	3,976,840
2004-12-06	2,000,000	1,988,120
2004-12-10	5,000,000	4,970,000
2004-12-13	500,000	496,895
2004-12-14	3,000,000	2,981,790
		515,341,212

Desjardins Money Market Fund

Investment Portfolio as at September 30, 2004

Bonds (15.1%)	Par Value $	Amortized Cost $
Provincial Governments and Crown Corporations (1.6%)		
Credit Union Central of British Columbia		
floating rate, 2006-09-15	2,500,000	2,501,549
Province of Nova Scotia		
floating rate, 2005-02-28	7,500,000	7,501,352
		10,002,901
Municipalities and Semi-Public Institutions (0.6%)		
Cégep de Trois-Rivières		
9.250%, 2004-10-18	381,000	382,210
Commission scolaire de Victoriaville		
9.250%, 2004-10-04	353,000	353,198
Eau-Vive School Board		
9.350%, 2004-11-08	400,000	402,849
9.500%, 2004-11-08	270,000	271,965
Montreal Island School Council		
6.250%, 2004-11-12	256,000	257,121
Ville de Chicoutimi		
4.000%, 2004-10-23	291,000	291,282
Ville de Le Gardeur		
6.100%, 2004-12-21	644,000	649,220
Ville de Mirabel		
6.100%, 2004-12-14	896,000	902,661
Ville de Val-Bélair		
6.100%, 2004-12-21	513,000	517,158
		4,027,664
Corporations (12.9%)		
Canadian Credit Card Trust		
5.625%, 2005-03-24	3,352,000	3,406,807
Canadian Imperial Bank of Commerce		
floating rate, 2006-02-09	8,500,000	8,500,233
Congress Financial Capital Company		
4.550%, 2005-01-31	1,086,000	1,094,208
DPL Trust		
4.667%, 2005-07-25	2,000,000	2,029,312
GE Capital Canada Funding Company		
floating rate, 2005-01-05	6,000,000	6,000,000
Greater Toronto Airports Authority		
floating rate, 2005-05-20	6,000,000	6,009,107
Household Financial Corporation		
6.000%, 2005-04-11	1,624,000	1,654,390
HSBC Bank Canada		
11.000%, 2005-02-15	1,450,000	1,496,370
Maple NHA Mortgage Trust		
floating rate, 2007-03-26	5,000,000	5,000,000
floating rate, 2007-05-07	10,000,000	10,000,000
Master Credit Card Trust		
6.150%, 2004-12-21	7,000,000	7,060,640
Molson		
floating rate, 2005-09-16	5,000,000	5,000,000
NAV CANADA, Series MT1-2		
3.750%, 2004-11-09	528,000	528,876
Rocket Trust		
floating rate, 2006-07-17	3,000,000	3,000,000
Shell Canada		
floating rate, 2004-12-15	7,175,000	7,175,187
Stars Trust		
4.658%, 2004-11-22	2,500,000	2,507,072
TD Group Financial Services		
6.600%, initial rate (until 2005) 2010-04-14	4,435,000	4,604,627
Textron Financial Corporation		
5.800%, 2005-02-01	3,748,000	3,789,656
TransCanada PipeLines		
9.300%, 2005-03-09	1,000,000	1,029,773
		79,886,258
Total Bonds		93,916,823
Total Investments (98.1%)		**609,258,035**
Other Net Assets (1.9%)		11,583,116
Net Assets (100%)		**620,841,151**

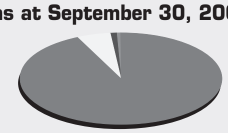
Objective

The objective of the Desjardins Short-Term Income Fund is to provide a high income return.

Portfolio Composition

The portfolio of this Fund consists primarily of government and corporate bonds. The Fund also invests in high-quality money market instruments and first mortgage loans.

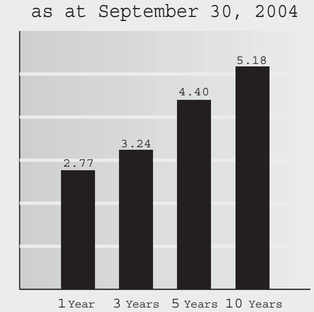
Asset Mix as at September 30, 2004



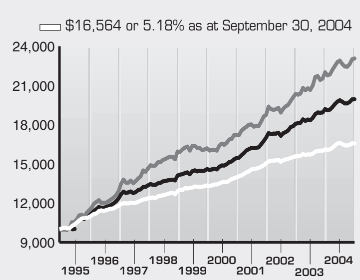
92.9% Money Market and Bonds
5.4% Single Family
1.0% Duplex and Triplex
0.6% Multiplex
0.1% Commercial

Average Maturity: 2.58 years
Duration: 2.31 years (2.07 years including short term)

Compound Annual Return (in %) as at September 30, 2004



Growth of a Hypothetical $10,000 Investment for the Last Ten Years



INCOME FUNDS

Desjardins Short-Term Income Fund

Overview

In a fluctuating environment such as during the past year, the Desjardins Short-Term Income Fund performed beautifully. Its positioning was very adequate given the context of deterioration experienced by the bond market in the spring. The Fund is currently managed with forecasted rate increases on money markets in Canada and the United States in an effort to standardize monetary policies. The duration of the Fund is shorter than its benchmark and the structure strongly favours securities with a very short maturity.

Top 10 Holdings	%
1. Government of Canada, stripped, 2004-12-01	12.3
2. Province of Québec, 7.750%, 2006-03-30	8.8
3. Mortgages	7.1
4. Toronto-Dominion Bank NHA, 3.875%, 2007-02-01	4.2
5. Hydro-Québec, 8.500%, 2005-08-15	4.1
6. Province of Québec, 11.000%, 2009-04-01	4.1
7. Province of Ontario, 5.900%, 2006-03-08	3.8
8. Toronto-Dominion Bank NHA, 4.750%, 2007-07-01	3.4
9. Province of Québec, 6.500%, 2007-10-01	3.1
10. Province of Ontario, 5.200%, 2007-03-08	3.0
Total	**53.9**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 4.592**	$ 4.584	$ 4.588	$ 4.508	$ 4.477
Income and gain on investment operations					
Net investment income (loss)	**0.138**	0.147	0.168	0.166	0.228
Realized and unrealized net gain (loss) on investments	**(0.012)**	0.007	(0.008)	0.087	0.036
Total	**0.126**	0.154	0.160	0.253	0.264
Distributions to investors					
Net investment income	**0.136**	0.146	0.164	0.173	0.233
Net Asset Value, End of Year	**$ 4.582**	$ 4.592	$ 4.584	$ 4.588	$ 4.508
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 688,016**	$ 367,537	$ 246,634	$ 136,033	$ 121,148
Average net assets (in thousands)	**$ 539,561**	$ 303,100	$ 202,940	$ 124,978	$ 136,962
Management expense ratio	**1.87%**	1.84%	1.84%	1.84%	1.77%
Management expense ratio before waived fees	**1.98%**	1.97%	1.87%	n.a.	n.a.
Portfolio turnover rate	**59.11%**	36.70%	31.26%	19.09%	4.93%

Years Ended September 30	2004	2003	2002	2001	2000
Annual return	**2.77%**	3.40%	3.55%	7.68%	4.68%

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Desjardins Short-Term Income Fund

Investment Portfolio as at September 30, 2004

Bonds (71.2%)	Par Value $	Average Cost $	Market Value $
Government of Canada (14.0%)			
stripped, 2004-12-01	85,000,000	83,735,318	84,677,763
stripped, 2006-12-01	275,000	255,833	256,152
5.000%, 2014-06-01	11,135,000	11,403,918	11,466,266
		95,395,069	96,400,181
Provincial Governments and Crown Corporations (37.3%)			
Financement-Québec			
6.300%, 2006-06-01	5,000,000	5,345,500	5,253,027
5.750%, 2008-12-01	5,000,000	5,317,250	5,321,892
4.750%, 2009-12-01	5,000,000	5,033,000	5,099,344
Hydro-Québec			
8.500%, 2005-08-15	27,000,000	29,095,543	28,300,743
Ontario Hydro Energy			
5.600%, 2008-06-02	7,000,000	7,402,220	7,404,962
Province of Ontario			
8.250%, 2005-12-01	10,000,000	10,887,300	10,594,377
5.900%, 2006-03-08	25,000,000	26,405,300	25,974,350
5.200%, 2007-03-08	20,000,000	20,892,000	20,808,209
4.400%, 2008-11-19	18,000,000	17,902,620	18,270,042
Province of Québec			
7.750%, 2006-03-30	57,000,000	61,985,200	60,826,581
6.500%, 2007-10-01	20,000,000	21,810,000	21,586,718
11.000%, 2009-04-01	22,000,000	28,691,960	28,182,184
5.500%, 2009-06-01	18,000,000	18,970,290	18,995,033
		259,738,183	256,617,462
Corporations (19.9%)			
Aliant Telecom			
6.650%, 2009-10-15	135,000	147,933	147,794
6.800%, 2011-05-11	4,220,000	4,679,510	4,659,511
AltaLink			
4.450%, 2008-06-05	185,000	187,572	187,469
Bank of Montreal			
4.690%, 2011-01-31	6,120,000	6,119,124	6,148,250
Bank of Nova Scotia			
4.515%, 2008-11-19	6,300,000	6,300,000	6,398,871
4.290%, 2009-09-22	10,615,000	10,615,000	10,608,434
BCE, Series C			
7.350%, 2009-10-30	6,100,000	6,955,030	6,831,948
Canada Life Assurance Company Series A			
5.800%, 2013-12-11	1,130,000	1,218,504	1,195,297
Canadian Imperial Bank of Commerce			
7.000%, 2011-10-23	575,000	616,343	615,461
4.500%, 2014-10-15	6,425,000	6,418,447	6,454,983
Canadian Utilities			
11.400%, 2010-08-15	125,000	168,500	168,114
Caterpillar Financial Services Corporation			
5.760%, 2007-06-01	125,000	131,325	131,144
Centra Gas Ontario			
7.800%, 2006-12-01	150,000	163,185	162,915
CHIP Four Term Trust			
6.710%, 2005-11-15	4,000,000	4,293,360	4,150,927
Clarica Life Insurance Company			
6.650%, 2015-10-12	325,000	357,598	357,172
Coca-Cola Enterprises (Canada) Bottling Finance Company			
5.850%, 2009-03-17	150,000	159,405	159,337
DaimlerChrysler Canada Finance			
7.200%, 2006-05-03	4,000,000	4,181,680	4,216,376
Enbridge			
5.450%, 2006-04-12	5,000,000	4,990,545	5,157,705
5.800%, 2008-07-29	4,000,000	4,289,200	4,234,215
Gaz Métro Limited Partnership			
10.750%, 2006-12-15	4,000,000	4,892,800	4,601,089
GE Capital Canada Funding Company			
4.350%, 2006-02-06	10,885,000	11,058,833	11,047,828
5.300%, 2007-07-24	300,000	312,690	312,310
George Weston			
5.900%, 2009-02-05	315,000	333,081	333,917
Glacier Credit Card Trust			
6.163%, 2006-07-21	4,000,000	4,266,000	4,196,749
GMAC of Canada			
6.800%, 2005-06-06	5,000,000	5,195,000	5,116,510
Greater Toronto Airports Authority			
5.950%, 2007-12-03	5,000,000	5,118,500	5,274,747

	Par Value $	Average Cost $	Market Value $
Hydro One			
6.400%, 2011-12-01	8,250,000	9,221,035	9,016,142
Investors Group			
6.750%, 2011-05-09	325,000	357,890	357,382
John Hancock Canadian Corporation			
6.496%, 2011-11-30	280,000	305,536	305,480
Loblaw Companies			
6.000%, 2008-06-02	4,250,000	4,600,650	4,524,623
Manufacturers Life Insurance Company			
6.240%, 2016-02-16	200,000	216,040	216,098
Molson			
6.000%, 2008-06-02	4,000,000	4,310,800	4,225,956
National Bank of Canada			
4.660%, 2009-09-10	4,000,000	4,076,760	4,031,918
RBC Capital Trust			
7.183%, 2011-06-30	600,000	672,180	671,887
Royal Bank of Canada			
6.500%, 2011-09-12	1,045,000	1,117,314	1,105,509
6.750%, initial rate (until 2007) 2012-06-04	2,000,000	2,183,200	2,152,882
3.960%, 2014-01-27	4,640,000	4,638,330	4,586,809
floating rate, 2015-01-25	240,000	269,256	269,312
TD Group Financial Services			
5.200%, 2012-09-04	180,000	187,038	186,820
Télébec			
8.350%, 2005-06-30	2,350,000	2,550,925	2,437,677
Thomson Corporation			
6.500%, 2007-07-09	150,000	160,665	160,408
4.500%, 2009-06-01	250,000	251,325	251,228
TransCanada PipeLines			
4.100%, 2009-02-20	3,760,000	3,752,980	3,729,903
VW Credit Canada			
4.830%, 2008-09-22	245,000	247,548	247,099
Wells Fargo Financial Canada Corporation			
5.100%, 2006-10-26	200,000	206,700	206,698
4.750%, 2009-06-29	5,065,000	5,124,634	5,166,795
		137,619,971	136,719,699
Total Bonds		492,753,223	489,737,342
Money Market Securities (10.4%)			
Alberta Treasury Bills			
2004-12-07	8,300,000	8,259,994	8,259,994
Alcan, notes			
2004-10-27	1,500,000	1,494,435	1,494,435
2004-11-04	1,075,000	1,070,087	1,070,087
Brascan Corporation, notes			
2004-11-02	2,500,000	2,494,050	2,494,050
Caisse centrale Desjardins, notes			
4.660%, 2004-12-31	1,232,725	1,256,387	1,232,725
Canada Treasury Bills			
2004-11-04	550,000	547,976	547,976
2004-11-18	500,000	495,170	495,170
2004-12-02	2,200,000	2,189,242	2,189,242
2004-12-16	2,985,000	2,963,896	2,963,896
2005-01-13	1,500,000	1,484,010	1,484,010
2005-02-10	14,250,000	14,102,180	14,102,180
Citibank Canada, notes			
2004-11-18	1,000,000	994,740	994,740
Comet Trust, notes			
2004-11-26	2,500,000	2,486,050	2,486,050
Corporation d'hébergement du Québec, notes			
2004-11-18	550,000	547,212	547,212
2004-12-01	5,460,000	5,428,987	5,428,987
Fusion Trust, notes			
2004-10-13	1,000,000	998,340	998,340
2004-10-15	1,725,000	1,721,671	1,721,671
Gaz Métro Limited Partnership, notes			
2005-01-17	1,000,000	991,120	991,120
Gemini Trust, notes			
2004-12-02	1,000,000	994,320	994,320
HBOS, notes			
2004-12-01	5,000,000	4,971,950	4,971,950
Investissement Québec, notes			
2004-10-13	100,000	99,836	99,836

Investment Portfolio as at September 30, 2004

Money Market Securities (continued)	Par Value $	Average Cost $	Market Value $
McCain Finance (Canada), notes			
2004-11-29	1,300,000	1,294,696	1,294,696
Potash Corporation of Saskatchewan, notes			
2004-10-18	2,250,000	2,241,878	2,241,878
Prime Trust, notes			
2004-11-17	1,000,000	994,560	994,560
Québec Treasury Bills			
2004-11-05	1,150,000	1,144,457	1,144,457
2004-11-12	1,905,000	1,895,323	1,895,323
2004-12-03	1,000,000	994,560	994,560
2004-12-10	3,815,000	3,792,949	3,792,949
Université Laval, notes			
2004-11-29	2,000,000	1,988,700	1,988,700
Volvo Treasury Canada, notes			
2004-10-04	1,765,000	1,761,699	1,761,699
		71,700,475	71,676,813

	Principal Balance Outstanding $	Amortized Cost $	Market Value $
Mortgage-Backed Securities (8.7%)			
Equitable NHA			
7.250%, 2006-03-01	3,792,296	4,104,668	3,977,702
Toronto-Dominion Bank NHA			
3.875%, 2007-02-01	28,781,071	28,362,882	28,941,381
4.750%, 2007-07-01	22,997,055	23,258,532	23,522,400
4.500%, 2007-09-01	3,505,107	3,479,940	3,564,974
		59,206,022	60,006,457
Mortgages (7.1%)	48,368,810	48,387,761	49,001,256
		Average Cost $	
Total Investments (97.4%)		**672,047,481**	**670,421,868**
Other Net Assets (2.6%)			17,594,240
Net Assets (100%)			**688,016,108**

Desjardins Short-Term Income Fund

Schedule of Mortgage Interest Rates as at September 30, 2004

Interest Rate %	Number of Mortgage Loans	Principal Balance Outstanding $	Amortized Cost $	Market Value $	Interest Rate %	Number of Mortgage Loans	Principal Balance Outstanding $	Amortized Cost $	Market Value $
2.750	5	322,584	322,809	320,522	5.750	83	4,016,322	4,017,259	4,052,892
3.000	4	218,529	218,681	217,645	6.000	65	3,446,170	3,447,101	3,491,384
3.250	2	156,710	156,819	156,077	6.250	105	5,297,979	5,299,415	5,399,357
3.500	1	52,845	52,882	52,831	6.500	65	2,593,153	2,594,357	2,670,086
3.750	31	1,617,266	1,618,071	1,615,605	6.750	58	2,541,813	2,542,791	2,612,461
4.000	79	3,127,112	3,129,083	3,126,359	7.000	59	2,015,917	2,016,737	2,072,151
4.250	93	3,600,486	3,602,114	3,597,033	7.250	53	2,849,889	2,851,200	2,932,082
4.500	33	1,327,329	1,327,710	1,313,254	7.500	44	1,709,764	1,710,775	1,756,682
4.750	31	1,632,414	1,632,906	1,624,982	7.750	65	2,121,200	2,122,399	2,188,782
5.000	43	1,779,791	1,780,161	1,769,286	8.000	25	870,475	871,003	897,224
5.250	48	1,918,649	1,919,061	1,909,847	8.250	41	1,439,615	1,440,582	1,491,082
5.500	76	3,352,433	3,353,283	3,359,381	8.500	11	335,855	336,035	346,909
					8.750	1	24,510	24,527	27,342
						1,121	**48,368,810**	**48,387,761**	**49,001,256**

Schedule of Mortgage Insurance Categories as at September 30, 2004

	Number of Mortgage Loans	Principal Balance Outstanding $	Amortized Cost $	Market Value $
Loans insured by CMHC	214	10,374,039	10,378,106	10,526,392
Loans insured by MICC	52	1,939,195	1,939,195	1,947,529
Loans insured by GE Capital	1	74,952	75,004	77,408
Loans insured at 50% by GE Capital	8	816,240	816,808	836,541
Conventional loans—uninsured	846	35,164,384	35,178,648	35,613,386
	1,121	**48,368,810**	**48,387,761**	**49,001,256**

Schedule of Mortgage Maturities as at September 30, 2004

	Number of Mortgage Loans	Principal Balance Outstanding $	Amortized Cost $	Market Value $
One year and under	485	19,051,372	19,060,869	19,191,670
Over one year and under five years	632	29,146,618	29,155,994	29,628,684
Five years and over	4	170,820	170,898	180,902
	1,121	**48,368,810**	**48,387,761**	**49,001,256**

Desjardins Canadian Bond Fund

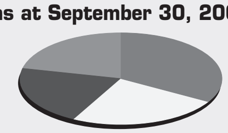
Objective

The objective of the Desjardins Canadian Bond Fund is to provide a regular and high income return, as well as greater security of capital.

Portfolio Composition

The portfolio of this Fund primarily consists of various debt securities such as bonds of Canadian or foreign corporations, and bonds issued or guaranteed by various levels of Canadian or foreign governments.

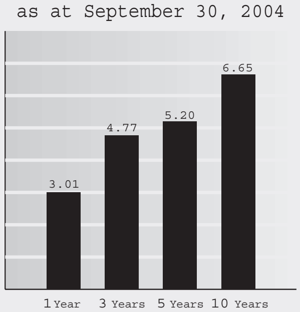
Asset Mix
as at September 30, 2004



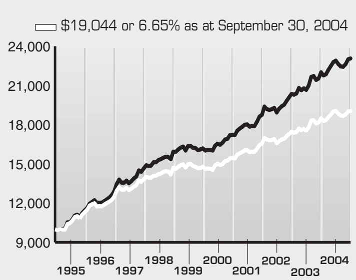
33.5%	Corporations and Other
24.2%	Government of Canada
20.9%	Provincial Governments and Crown Corporations
21.4%	Cash and Cash Equivalents

Average Maturity: 10.25 years
Duration: 6.30 years

Compound Annual Return (in %)
as at September 30, 2004



Growth of a Hypothetical $10,000 Investment for the Last Ten Years



Overview

The Desjardins Canadian Bond Fund portfolio reacted very well to recent economic and financial market conditions. In fact, the Managers had adequately positioned the portfolio at the end of the winter so that it would benefit from the increase in bond rates in the spring. The management strategy of the Fund is currently organized in relation to anticipated rate increases on money markets in both Canada and the United States. The Fund's maturity is shorter than its benchmark and the structure strongly favours securities with a very short maturity.

Top 10 Holdings

	%
1. Government of Canada, 5.750%, 2029-06-01	6.8
2. Province of Ontario, 6.500%, 2029-03-08	6.3
3. Government of Canada, 8.750%, 2005-12-01	6.2
4. Government of Canada, 7.250%, 2007-06-01	4.6
5. Government of Canada, 5.250%, 2012-06-01	3.6
6. Canada Treasury Bills, 2005-02-10	2.5
7. Province of Québec, 6.000%, 2029-10-01	2.5
8. Québec Treasury Bills, 2004-11-05	2.5
9. Corporation d'hébergement du Québec, notes, 2004-12-01	1.8
10. Province of Québec, 8.500%, 2026-04-01	1.8
Total	**38.6**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 5.436**	$ 5.346	$ 5.299	$ 5.250	$ 5.112
Income and gain on investment operations					
Net investment income (loss)	**0.196**	0.218	0.237	0.184	0.259
Realized and unrealized net gain (loss) on investments	**(0.035)**	0.088	0.045	0.056	0.146
Total	**0.161**	0.306	0.282	0.240	0.405
Distributions to investors					
Net investment income	**0.200**	0.216	0.235	0.191	0.267
Net Asset Value, End of Year	**$ 5.397**	$ 5.436	$ 5.346	$ 5.299	$ 5.250
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 424,546**	$ 261,068	$ 201,963	$ 183,648	$ 165,257
Average net assets (in thousands)	**$ 347,436**	$ 224,421	$ 194,185	$ 174,728	$ 179,910
Management expense ratio	**1.88%**	1.84%	1.84%	1.84%	1.77%
Management expense ratio before waived fees	**1.97%**	1.97%	1.88%	n.a.	n.a.
Portfolio turnover rate	**58.90%**	43.63%	32.01%	24.36%	41.10%

Years Ended September 30	**2004**	**2003**	**2002**	**2001**	**2000**
Annual return	**3.01%**	5.88%	5.44%	7.06%	4.64%

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Desjardins Canadian Bond Fund

Investment Portfolio as at September 30, 2004

Bonds (78.0%)	Par Value $	Average Cost $	Market Value $
Government of Canada (24.2%)			
Broadcast Centre Trust			
7.530%, 2027-05-01	738,746	793,968	894,223
Government of Canada			
stripped, 2004-12-01	5,465,000	5,403,534	5,444,282
9.000%, 2004-12-01	940,000	1,034,318	949,632
8.750%, 2005-12-01	24,520,000	27,290,952	26,134,730
7.250%, 2007-06-01	17,800,000	19,793,071	19,507,930
4.250%, 2008-09-01	2,500,000	2,524,500	2,540,595
6.000%, 2011-06-01	3,125,000	3,290,351	3,423,381
5.250%, 2012-06-01	14,355,000	14,727,507	15,091,842
5.750%, 2029-06-01	26,505,000	28,282,868	28,916,955
		103,141,069	102,903,570
Provincial Governments and Crown Corporations (20.9%)			
Financement-Québec			
4.750%, 2009-12-01	2,440,000	2,445,783	2,488,480
Hydro-Québec			
11.000%, 2020-08-15	3,515,000	5,614,709	5,598,380
Ontario Hydro Energy			
5.600%, 2008-06-02	6,935,000	7,320,586	7,336,202
8.250%, 2026-06-22	1,875,000	2,328,015	2,518,442
Province of Ontario			
6.500%, 2029-03-08	23,665,000	26,023,594	26,694,799
Province of Québec			
7.750%, 2006-03-30	4,740,000	5,175,315	5,058,210
6.500%, 2007-10-01	6,830,000	7,431,723	7,371,864
11.000%, 2009-04-01	2,440,000	3,232,439	3,125,660
stripped, 2012-06-04	2,082,000	1,262,049	1,432,422
5.250%, 2013-10-01	6,970,000	6,999,065	7,103,834
9.375%, 2023-01-16	1,470,000	1,952,740	2,131,486
8.500%, 2026-04-01	5,500,000	7,425,000	7,495,345
6.000%, 2029-10-01	10,035,000	10,012,489	10,523,016
		87,223,507	88,878,140
Corporations (32.9%)			
407 International			
6.900%, 2007-12-17	5,590,000	6,238,796	6,074,913
AltaLink			
4.450%, 2008-06-05	1,500,000	1,499,595	1,520,015
Bank of Montreal			
4.690%, 2011-01-31	6,720,000	6,718,522	6,751,020
Bank of Nova Scotia			
5.190%, 2007-02-19	2,880,000	2,908,674	2,983,541
4.515%, 2008-11-19	5,480,000	5,515,712	5,566,002
4.290%, 2009-09-22	2,000,000	2,000,000	1,998,763
BCE, Series C			
7.350%, 2009-10-30	4,500,000	5,136,750	5,039,962
Bell Canada			
6.150%, 2009-06-15	1,400,000	1,526,280	1,502,940
10.350%, 2009-12-15	800,000	1,014,800	1,014,343
11.450%, 2010-04-15	1,080,000	1,440,720	1,435,417
Canada Life Financial Corporation			
8.000%, 2011-09-19	500,000	544,650	542,431
Canadian Imperial Bank of Commerce			
7.000%, 2011-10-23	2,900,000	3,159,261	3,104,063
4.500%, 2014-10-15	2,085,000	2,082,873	2,094,730
Canadian Utilities			
8.430%, 2005-06-01	3,420,000	3,749,747	3,544,905
Citigroup Finance Canada			
4.300%, 2005-01-11	2,135,000	2,140,850	2,144,790
Consumers Gas			
6.050%, 2023-07-05	1,975,000	1,972,235	1,992,697
Enbridge			
5.700%, 2005-03-17	885,000	884,912	897,221
5.450%, 2006-04-12	3,000,000	2,994,327	3,094,623
5.800%, 2008-07-29	890,000	934,322	942,113
6.800%, 2010-03-10	1,475,000	1,654,303	1,629,168
Gaz Métro Limited Partnership			
11.750%, 2005-11-15	198,000	210,731	213,036
10.750%, 2006-12-15	1,100,000	1,334,080	1,265,299
6.050%, 2008-11-10	4,170,000	4,413,373	4,461,075
6.300%, 2033-10-31	2,650,000	2,634,445	2,756,428
GE Capital Canada Funding Company			
5.300%, 2007-07-24	5,890,000	6,080,748	6,131,695
George Weston			
5.900%, 2009-02-05	4,880,000	5,124,928	5,173,068

	Par Value $	Average Cost $	Market Value $
GMAC of Canada			
5.450%, 2005-03-21	1,045,000	1,036,138	1,056,711
Greater Toronto Airports Authority			
6.250%, 2012-01-30	1,300,000	1,299,324	1,381,885
6.980%, 2032-10-05	3,425,000	3,528,303	3,642,947
Hydro One			
6.400%, 2011-12-01	3,500,000	3,815,390	3,825,030
6.930%, 2032-06-01	3,585,000	3,862,355	4,058,245
Loblaw Companies			
6.000%, 2008-06-02	2,294,000	2,392,861	2,442,232
5.400%, 2013-11-20	4,090,000	4,152,989	4,145,278
6.850%, 2032-03-01	1,267,000	1,326,955	1,371,731
Molson			
6.000%, 2008-06-02	4,130,000	4,300,894	4,363,300
National Bank of Canada			
6.900%, 2010-06-07	1,850,000	1,943,240	1,900,096
Nova Scotia Power			
8.850%, 2025-05-19	475,000	612,798	603,711
PanCanadian Petroleum			
8.400%, 2004-12-15	1,525,000	1,757,242	1,542,151
5.800%, 2008-06-02	1,960,000	1,898,529	2,068,037
Power Financial Corporation			
6.900%, 2033-03-11	890,000	893,943	960,617
Provigo			
6.350%, 2004-12-01	500,000	525,850	502,983
Royal Bank of Canada			
6.500%, 2011-09-12	4,000,000	4,290,400	4,231,614
3.960%, 2014-01-27	490,000	478,534	484,383
5.450%, initial rate (until 2013)			
2018-11-04	1,680,000	1,680,000	1,709,860
Suncor Energy			
6.800%, 2007-03-05	4,355,000	4,725,113	4,667,004
6.100%, 2007-08-07	530,000	551,730	561,801
Sun Life Assurance Company of Canada			
6.150%, 2012-06-30	2,650,000	2,700,060	2,816,209
TD Group Financial Services			
5.200%, 2012-09-04	650,000	649,513	674,626
5.690%, 2013-06-03	2,550,000	2,556,637	2,641,096
Télébec			
8.350%, 2005-06-30	600,000	689,490	622,386
Toyota Credit Canada			
6.750%, 2004-11-09	3,055,000	3,093,045	3,067,217
TransCanada PipeLines			
8.290%, 2026-02-05	1,280,000	1,565,282	1,586,649
6.890%, 2028-08-07	2,475,000	2,594,389	2,670,811
VW Credit Canada			
4.830%, 2008-09-22	3,000,000	3,085,950	3,025,700
Wells Fargo Financial Canada Corporation			
5.100%, 2006-10-26	2,915,000	3,031,672	3,012,619
		138,954,260	139,511,187
Total Bonds		329,318,836	331,292,897
Money Market Securities (18.2%)			
Alberta Treasury Bills			
2004-12-07	2,000,000	1,990,360	1,990,360
Alcan, notes			
2004-11-04	525,000	522,601	522,601
Apollo Trust, notes			
2004-12-01	1,000,000	994,250	994,250
Brascan Corporation, notes			
2004-11-02	3,500,000	3,491,670	3,491,670
Canada Treasury Bills			
2004-12-02	225,000	223,956	223,956
2004-12-16	325,000	322,702	322,702
2005-01-13	3,000,000	2,968,020	2,968,020
2005-02-10	10,750,000	10,638,770	10,638,770
2005-03-10	3,500,000	3,456,565	3,456,565
Citibank Canada, notes			
2004-11-18	750,000	746,055	746,055
Corporation d'hébergement du Québec, notes			
2004-12-01	7,600,000	7,556,832	7,556,832
2004-12-09	2,680,000	2,665,990	2,665,990
DaimlerChrysler Canada Finance, notes			
2004-12-21	2,500,000	2,484,600	2,484,600

Money Market Securities (continued)	Par Value $	Average Cost $	Market Value $
Fusion Trust, notes			
2004-10-25	1,025,000	1,019,506	1,019,506
Gemini Trust, notes			
2004-12-02	1,000,000	994,320	994,320
HBOS, notes			
2004-10-18	5,000,000	4,982,700	4,982,700
McCain Finance (Canada), notes			
2004-10-18	1,700,000	1,696,651	1,696,651
2004-11-29	750,000	746,940	746,940
Merit Trust, notes			
2004-12-29	3,000,000	2,980,860	2,980,860
Ontario Treasury Bills			
2004-10-06	860,000	856,311	856,311
Precision Trust, notes			
2004-10-15	2,000,000	1,996,200	1,996,200
Prime Trust, notes			
2004-10-18	1,500,000	1,491,810	1,491,810
2004-11-17	400,000	397,824	397,824
Québec Treasury Bills			
2004-10-29	3,250,000	3,234,303	3,234,303
2004-11-05	10,481,000	10,430,787	10,430,787
2004-12-10	4,840,000	4,812,025	4,812,025
Stars Trust, notes			
2004-11-16	1,075,000	1,069,324	1,069,324
Université Laval, notes			
2004-11-29	750,000	745,763	745,763
2005-01-05	1,000,000	992,830	992,830
Volvo Treasury Canada, notes			
2004-12-09	900,000	894,663	894,663
		77,405,188	77,405,188

	Principal Balance Outstanding $	Amortized Cost $	
Mortgage-Backed Securities (0.6%)			
Toronto-Dominion Bank NHA			
5.375%, 2028-07-01	2,391,292	2,285,612	2,398,633

		Average Cost $	
Total Investments (96.8%)		**409,009,636**	**411,096,718**
Other Net Assets (3.2%)			13,448,894
Net Assets (100%)			**424,545,612**

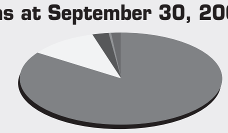
Objective

The objective of the Desjardins Enhanced Bond Fund is to provide a high and regular income as well as greater security of capital.

Portfolio Composition

The portfolio of this Fund consists of a variety of debt securities of Canadian governments and corporations, along with foreign debt securities up to the foreign property limits under the *Tax Act.*

Asset Mix
as at September 30, 2004



- 84.5 % Canadian Bonds
  - 55.3% Government of Canada
  - 19.8% Corporations and Other
  - 8.5% Provincial Governments and Crown Corporations
  - 0.9% Municipalities and Semi-Public Institutions
- 10.9% Foreign Bonds
- 2.6% Index
- 0.4% U.S. Equities
- 1.6% Cash and Cash Equivalents

Annual Return

Due to the recent introduction of this Fund, whose units have been available for less than 12 months, the annual rate of return cannot be posted.

INCOME FUNDS

Desjardins Enhanced Bond Fund

Overview

The global economy continued to improve in 2004. In the U.S., the Federal Reserve began its well anticipated rate hikes, bringing the overnight rate from 1% to 1.75%. These hikes had a surprisingly minor impact as U.S. 10-year yields increased just 15 bps in 2004. The Canadian economy continued to grow fuelled by exports, consumer spending, earlier rate cuts (in 2004) and a strong housing market. The stronger growth and closing of the output gap has recently led the Bank of Canada to hike rates by .50%, yet these rates are still .25% below those of September 30, 2003.

Over the short period since the inception of the Fund, the performance has not kept up with that of the index and has performed slightly below the median Canadian bond fund.

Top 10 Holdings	%
1. Government of Canada, 5.750%, 2033-06-01	9.0
2. Government of Canada, 3.000%, 2006-06-01	7.6
3. Government of Canada, 5.250%, 2013-06-01	6.9
4. Government of Canada, 5.500%, 2010-06-01	6.9
5. Government of Canada, 4.250%, 2008-09-01	5.2
6. Government of Canada, 6.000%, 2008-06-01	4.9
7. Canada Housing Trust, 3.550%, 2009-03-15	4.1
8. Government of Canada, 3.000%, 2005-12-01	2.8
9. Canada Housing Trust, 4.650%, 2009-09-15	1.8
10. Government of Canada, Real Return, 4.250%, 2021-12-01	1.8
Total	**51.0**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class****					
Net Asset Value, Beginning of Year	$ 10.000	n.a.	n.a.	n.a.	n.a.
Income and gain on investment operations					
Net investment income (loss)	0.222	n.a.	n.a.	n.a.	n.a.
Realized and unrealized net gain (loss) on investments	(0.073)	n.a.	n.a.	n.a.	n.a.
Total	0.149	n.a.	n.a.	n.a.	n.a.
Distributions to investors					
Net investment income	0.194	n.a.	n.a.	n.a.	n.a.
Net Asset Value, End of Year	$ 9.955	n.a.	n.a.	n.a.	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	$ 166,346	n.a.	n.a.	n.a.	n.a.
Average net assets (in thousands)	$ 122,881	n.a.	n.a.	n.a.	n.a.
Management expense ratio	2.00%	n.a.	n.a.	n.a.	n.a.
Management expense ratio before waived fees	2.17%	n.a.	n.a.	n.a.	n.a.
Portfolio turnover rate	55.48%	n.a.	n.a.	n.a.	n.a.

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*
***** Beginning of operations in January 2004*

Desjardins Enhanced Bond Fund

Investment Portfolio as at September 30, 2004

Bonds (95.4%)	Par Value $	Average Cost $	Market Value $
Canadian Bonds (84.5%)			
Government of Canada (55.3%)			
Canada Housing Trust			
3.700%, 2008-09-15	1,150,000	1,139,995	1,140,649
4.100%, 2008-12-15	300,000	302,712	301,221
3.550%, 2009-03-15	7,000,000	6,937,900	6,858,200
4.650%, 2009-09-15	3,000,000	2,996,760	3,063,123
Government of Canada			
3.000%, 2005-12-01	4,700,000	4,732,456	4,704,078
3.000%, 2006-06-01	12,600,000	12,620,115	12,584,646
7.000%, 2006-12-01	500,000	548,385	538,511
6.000%, 2008-06-01	7,500,000	8,225,079	8,074,277
4.250%, 2008-09-01	8,532,000	8,730,915	8,670,542
4.250%, 2009-09-01	1,400,000	1,407,280	1,413,650
5.500%, 2010-06-01	10,736,000	11,506,260	11,446,084
5.250%, 2013-06-01	11,005,000	11,526,277	11,557,872
real return, 4.250%, 2021-12-01	1,868,000	3,036,555	3,032,869
8.000%, 2023-06-01	1,800,000	2,402,448	2,449,395
stripped, 2025-06-01	1,000,000	343,811	336,184
8.000%, 2027-06-01	500,000	681,600	694,476
5.750%, 2029-06-01	153,000	164,093	166,923
5.750%, 2033-06-01	13,549,000	14,810,041	14,920,874
		92,112,682	91,953,574
Provincial Governments and Crown Corporations (8.5%)			
Alberta Capital Finance Authority			
5.150%, 2018-06-01	1,120,000	1,115,576	1,127,994
Hydro-Québec			
6.500%, 2011-02-15	1,000,000	1,093,700	1,104,659
Province of British Columbia			
6.250%, 2009-12-01	1,700,000	1,890,900	1,856,352
5.400%, 2035-06-18	500,000	498,095	494,682
Province of Manitoba			
4.450%, 2008-12-01	1,000,000	1,008,580	1,017,194
stripped, 2031-03-05	2,500,000	553,300	560,973
Province of New Brunswick			
4.500%, 2009-12-02	1,164,000	1,155,212	1,175,779
Province of Newfoundland			
5.700%, 2035-10-17	783,000	778,858	784,932
Province of Nova Scotia			
5.800%, 2033-06-01	300,000	313,815	308,679
Province of Ontario			
stripped, 2024-01-13	2,000,000	602,897	659,292
9.500%, 2025-06-02	500,000	736,550	746,422
6.500%, 2029-03-08	1,500,000	1,706,900	1,692,043
5.600%, 2035-06-02	600,000	602,490	605,004
Province of Québec			
6.250%, 2032-06-01	1,300,000	1,422,421	1,410,065
Province of Saskatchewan			
5.250%, 2014-06-03	550,000	545,859	563,776
		14,025,153	14,107,846
Municipalities and Semi-Public Institutions (0.9%)			
Municipal Finance Authority of British Columbia			
5.250%, 2012-12-03	708,000	717,947	729,349
Municipality of Metropolitan Toronto			
5.300%, 2014-05-21	700,000	698,670	711,703
		1,416,617	1,441,052
Corporations (19.8%)			
407 International			
4.000%, 2006-02-21	550,000	555,365	553,776
Alliance Pipeline Limited Partnership			
7.230%, 2015-06-30	564,731	623,770	633,237
Bank of Montreal			
4.300%, 2009-09-04	745,000	744,568	744,807
4.690%, 2011-01-31	1,000,000	999,780	1,004,616
Bank of Nova Scotia			
4.515%, 2008-11-19	1,927,000	1,958,025	1,957,242
BCE, Series B			
6.750%, 2007-10-30	1,000,000	1,073,100	1,074,740
BCE, Series C			
7.350%, 2009-10-30	900,000	1,018,664	1,007,992
Bell Canada			
6.100%, 2035-03-16	295,000	293,737	283,731
BMO Capital Trust, Series D			
5.474%, 2014-12-31	385,000	385,000	384,120

	Par Value $	Average Cost $	Market Value $
Broadway Credit Card Trust			
4.804%, 2014-03-17	520,000	520,000	510,313
Canadian Pacific Railway			
4.900%, 2010-06-15	400,000	408,220	403,180
Canadian Revolving Auto Floorplan Trust			
4.645%, 2008-02-15	900,000	926,235	919,449
Canadian Tire Corporation			
6.320%, 2034-02-24	72,000	71,962	69,851
Canadian Utilities			
5.432%, 2019-01-23	500,000	484,370	490,949
Citigroup Finance Canada			
4.750%, 2014-03-17	1,000,000	999,370	970,916
Consumers Gas			
6.050%, 2023-07-05	385,000	402,433	388,450
DaimlerChrysler Canada Finance			
5.940%, 2005-04-22	750,000	766,545	762,440
Enbridge Gas Distribution			
5.160%, 2014-09-24	700,000	699,622	696,694
EnCana Corporation			
7.100%, 2011-10-11	700,000	763,572	785,044
GE Capital Canada Funding Company			
5.150%, 2013-06-06	1,600,000	1,623,680	1,611,037
George Weston			
6.690%, 2033-03-01	250,000	262,725	256,913
Gloucester Credit Card Trust			
4.274%, 2008-10-15	1,000,000	1,005,810	1,007,470
6.486%, 2014-05-15	354,000	354,000	361,420
GMAC of Canada			
6.550%, 2006-04-28	400,000	425,763	414,440
Greater Toronto Airports Authority			
6.250%, 2012-01-30	550,000	580,277	584,644
6.470%, 2034-02-02	800,000	781,763	798,480
Great-West Lifeco			
6.740%, 2031-11-24	300,000	335,574	320,031
Household Financial Corporation			
4.200%, 2009-04-13	1,000,000	999,960	995,459
Hydro One			
4.150%, 2006-04-21	1,000,000	1,011,500	1,013,522
4.000%, 2008-06-23	500,000	505,870	499,676
Investors Group			
7.450%, 2031-05-09	250,000	290,743	282,750
John Deere Credit			
6.750%, 2007-04-03	933,000	1,005,393	999,433
Loblaw Companies			
6.000%, 2014-03-03	450,000	485,055	475,186
MBNA Canada			
6.625%, 2007-11-23	600,000	656,176	641,107
Merrill Lynch Canada Finance Company			
5.000%, 2014-02-18	300,000	299,067	296,408
Rogers Cable			
7.600%, 2007-02-06	300,000	322,500	309,671
Royal Bank of Canada			
3.960%, 2014-01-27	500,000	499,820	494,268
floating rate, 2014-06-01	1,000,000	1,000,000	993,884
Shaw Communications			
7.400%, 2007-10-17	100,000	107,000	104,882
7.500%, 2013-11-20	200,000	214,250	206,094
Suncor Energy			
6.700%, 2011-08-22	900,000	998,660	990,166
TD Capital Trust II			
6.792%, 2012-12-31	900,000	1,016,680	990,144
TELUS Corporation			
7.500%, 2006-06-01	425,000	457,950	451,541
Textron Financial Corporation			
3.470%, 2007-01-29	807,000	804,919	803,594
Thomson Corporation			
6.850%, 2011-06-01	600,000	652,632	667,115
TransCanada PipeLines			
7.310%, 2027-01-15	700,000	769,570	789,331
Wells Fargo Financial Canada Corporation			
5.100%, 2006-10-26	1,000,000	1,031,402	1,033,489
Westcoast Energy			
8.500%, 2018-09-04	800,000	984,241	1,000,842
		33,177,318	33,034,544
Total Canadian Bonds		140,731,770	140,537,016

Investment Portfolio as at September 30, 2004

U.S. Bonds (8.3%)	Par Value US$	Average Cost $	Market Value $
Allbritton Communications Company			
7.750%, 2012-12-15	125,000	170,378	162,573
Amerada Hess Corporation			
7.125%, 2033-03-15	510,000	689,694	684,981
American Cellular Corporation, Series B			
10.000%, 2011-08-01	118,000	141,906	119,312
American Electric Power Company			
5.375%, 2010-03-15	94,000	130,406	124,703
Amkor Technology			
7.750%, 2013-05-15	146,000	156,737	149,274
AT&T Wireless Services			
8.750%, 2031-03-01	145,000	248,117	238,017
Broder Bros. Co.			
11.250%, 2010-10-15	100,000	131,722	125,126
Cablevision Systems Corporation			
8.000%, 2012-04-15	175,000	231,967	230,552
Calpine Corporation			
8.500%, 2010-07-15	127,000	148,058	121,992
Capital One Financial Corporation			
6.250%, 2013-11-15	100,000	141,255	135,244
Charter Communications Holding Company			
12.125%, 2012-01-15	170,000	146,576	119,249
Citigroup			
floating rate, 2007-05-18	350,000	488,881	442,375
5.000%, 2014-09-15	302,000	336,690	382,546
Consumers Energy Company			
5.500%, 2016-08-15	56,000	73,785	71,877
Continental Airlines			
7.033%, 2011-06-15	234,477	285,963	228,194
Cox Communications			
4.625%, 2013-06-01	114,000	134,930	131,568
CSC Holdings			
6.750%, 2012-04-15	42,000	56,083	53,365
Deutsche Telekom International Finance B.V.			
8.750%, 2030-06-15	336,000	564,819	544,981
Dex Media East			
12.125%, 2012-11-15	52,000	82,506	80,937
Duke Capital			
5.668%, 2014-08-15	220,000	287,672	282,168
Eastman Chemical Company			
6.300%, 2018-11-15	250,000	348,818	339,864
ERP Operating			
5.250%, 2014-09-15	70,000	90,014	88,667
Farmers Exchange Capital			
7.050%, 2028-07-15	100,000	127,194	128,691
FirstEnergy Corp.			
7.375%, 2031-11-15	557,000	802,363	787,607
Foot Locker			
8.500%, 2022-01-15	165,000	229,290	220,350
Ford Motor Credit Company			
7.375%, 2011-02-01	350,000	502,585	479,750
Fosters Financial Corporation			
4.875%, 2014-10-01	160,000	203,936	200,682
General Motors Corporation			
8.375%, 2033-07-15	160,000	242,812	213,705
Goldman Sachs Group			
5.150%, 2014-01-15	150,000	197,613	190,528
HCA			
6.250%, 2013-02-15	250,000	349,467	325,875
Hilcorp Energy Company			
10.500%, 2010-09-01	75,000	111,703	104,726
HSBC Bank USA			
4.625%, 2014-04-01	220,000	292,402	271,877
Huntsman Packaging Corporation			
13.000%, 2010-06-01	81,000	92,913	88,043

	Par Value US$	Average Cost $	Market Value $
International Lease Finance Corporation			
3.500%, 2009-04-01	200,000	265,629	246,911
International Paper Company			
5.500%, 2014-01-15	400,000	542,942	515,784
JP Morgan Chase & Co.			
5.125%, 2014-09-15	150,000	193,051	190,224
Kellogg Company			
7.450%, 2031-04-01	400,000	642,747	613,650
Liberty Mutual Group			
5.750%, 2014-03-15	213,000	273,120	268,794
MeadWestvaco Corporation			
6.850%, 2012-04-01	109,000	158,832	153,060
Nextel Communications			
7.375%, 2015-08-01	99,000	140,368	132,814
Northwest Airlines Corporation			
7.626%, 2010-04-01	48,785	61,801	48,094
Owens-Illinois			
8.875%, 2009-02-15	99,000	143,591	136,080
PanAmSat Corporation			
9.000%, 2014-08-15	108,000	144,069	146,428
Paxson Communications Corporation			
10.750%, 2008-07-15	97,000	136,494	123,980
PG&E Corporation			
4.800%, 2014-03-01	153,000	203,057	191,337
Pliant Corporation			
13.000%, 2010-06-01	52,000	62,939	56,522
Popular North America Capital Trust I			
6.564%, 2034-09-15	77,000	99,137	98,883
PSEG Power			
5.000%, 2014-04-01	85,000	112,891	103,724
Qwest Services Corp.			
13.500%, 2010-12-15	95,000	148,956	137,026
Rainbow National Services			
10.375%, 2014-09-01	139,000	180,636	180,052
R.R. Donnelley & Sons Company			
4.950%, 2014-04-01	60,000	80,537	74,780
Rural Cellular Corporation			
9.750%, 2010-01-15	125,000	160,685	139,819
SBC Communications			
5.625%, 2016-06-15	62,000	82,005	79,999
Sears Roebuck Acceptance Corp.			
6.700%, 2012-04-15	300,000	448,692	417,418
Six Flags			
9.500%, 2009-02-01	100,000	141,313	123,231
Sonic Automotive			
8.625%, 2013-08-15	100,000	144,041	132,367
South Carolina Electricity & Gas Company			
5.250%, 2018-11-01	155,000	214,052	198,409
Sprint Capital Corporation			
8.750%, 2032-03-15	275,000	445,184	438,453
Swift Energy Company			
9.375%, 2012-05-01	25,000	35,536	34,612
Terex Corporation			
10.375%, 2011-04-01	75,000	113,437	106,360
Time Warner Telecom			
10.125%, 2011-02-01	103,000	131,857	124,975
TRW Automotive			
11.000%, 2013-02-15	34,000	53,701	51,032
Valero Energy Corporation			
4.750%, 2014-04-01	115,000	149,204	140,804
Wells Fargo & Company			
5.000%, 2014-11-15	100,000	131,996	127,975
Williams Lyon Homes			
10.750%, 2013-04-01	99,000	152,644	143,778
WPP Finance (USA) Corporation			
5.875%, 2014-06-15	82,000	112,478	107,538
Zurich Capital Trust			
8.376%, 2037-06-01	125,000	194,538	178,365
		14,541,415	13,832,677

Desjardins Enhanced Bond Fund

Investment Portfolio as at September 30, 2004

Foreign Bonds (2.6%)	Par Value	Average Cost $	Market Value $
Arcelor Finance			
5.125%, 2010-09-24	∈ 285,000	472,950	471,928
Ardagh Glass Finance			
8.875%, 2013-07-01	∈ 50,000	80,798	80,855
Big Food Group			
9.750%, 2012-06-30	£ 82,00	199,999	197,625
British Sky Broadcasting Group			
8.200%, 2009-07-15	US$149,000	225,927	218,476
British Telecommunications			
8.875%, 2030-12-15	US$ 69,000	114,725	114,010
Cognis Deutschland GmbH&Co.KG			
9.500%, 2014-05-15	∈ 98,000	159,772	161,554
Fed Republic of Brazil			
10.500%, 2014-07-14	US$265,000	387,174	369,094
Grohe Holding GmbH			
8.625%, 2014-10-01	∈ 115,000	181,102	185,794
Marks & Spencer			
5.625%, 2014-03-24	£134,000	290,459	286,118
Mizuho Financial Group			
8.375%, 2069-12-29	US$515,000	723,276	703,386
Noma Luxembourg			
9.750%, 2011-07-15	∈ 162,000	265,259	259,269
PTC International Finance			
11.250%, 2009-12-01	∈ 55,000	102,145	92,239
Royal & SunAlliance Insurance Group			
8.950%, 2029-10-15	US$239,000	334,857	349,610
Ukraine Government			
11.000%, 2007-03-15	US$303,342	438,340	418,893
United Mexican States			
8.000%, 2022-09-24	US$261,000	385,771	370,869
		4,362,554	4,279,720
Total Bonds		159,635,739	158,649,413
Money Market Securities (2.4%)			
Bank of Montreal, notes			
2004-10-01*	475,000	600,354	600,354
2004-10-01	810,000	810,000	810,000
Caisse centrale Desjardins, notes			
2004-10-13	1,630,000	1,628,234	1,628,234
Canada Treasury Bills			
2004-11-04**	1,000,000	995,400	995,400
		4,033,988	4,033,988

U.S. Preferred Equities (0.4%)	Number of Shares	Average Cost $	Market Value $
Energy (0.1%)			
Duquesne Light Company			
6.500%	3,400	227,376	221,309
Financials (0.3%)			
Genworth Financial	500	17,200	18,453
Lehman Brothers Holdings			
floating rate	6,975	232,582	222,333
Sovereign Capital Trust			
Series IV, 4.375%	2,500	165,937	153,186
XL Capital, 6.500%	1,875	62,306	58,558
		478,025	452,530
Total U.S. Preferred Equities		705,401	673,839
Derivative Financial Instruments (Table) (0.3 %)			476,292
Total Investments (98.5%)		**164,375,128**	**163,833,532**
Other Net Assets (1.5%)			2,512,708
Net Assets (100%)			**166,346,240**

* Security held in U.S. dollars.
** Security held as collateral for stock index futures contracts.

Table

Stock Index Futures Contracts	Number	Purchase Value $	Market Value $	Unrealized Appreciation (Depreciation) $
Indexes Purchased				
Canadian 10-year Bonds, 2004-12-20	83	9,060,384	9,117,550	57,166
Canadian Dollar, 2004-12-14	206	20,050,153	20,620,781	570,628
E-mini Japanese Yen, 2004-12-13	5	723,109	721,213	(1,896)
		29,833,646	30,459,544	625,898
Indexes Sold				
Euro FX, 2004-12-13	6	1,143,198	1,178,460	(35,262)
U.S. Treasury Bonds, 2004-12-20	35	4,917,164	4,964,165	(47,001)
U.S. Treasury Notes 2-years, 2004-12-30	5	1,336,673	1,334,896	1,777
U.S. Treasury Notes 5-years, 2004-12-20	46	6,374,559	6,438,939	(64,380)
U.S. Treasury Notes 10-years, 2004-12-20	50	7,112,597	7,117,337	(4,740)
		20,884,191	21,033,797	(149,606)
Total Derivative Financial Instruments				476,292

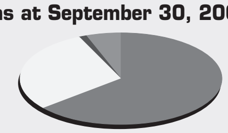
Objective

The objective of the Desjardins Canadian Balanced Fund is to provide reasonable income and long-term capital growth.

Portfolio Composition

The Desjardins Canadian Balanced Fund portfolio includes money market and fixed income securities, as well as Canadian and foreign equities.

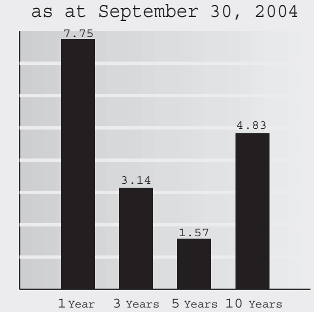
Asset Mix
as at September 30, 2004



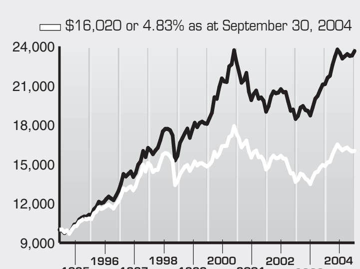
63.8%	Equities
	36.0% Canadian Equities
	18.4% U.S. Equities
	9.4% Foreign Equities
29.3%	Bonds and Others
1.2%	Mutual Funds
5.7%	Cash and Cash Equivalents

Average Maturity: 8.75 years
Duration: 5.06 years

Compound Annual Return (in %)
as at September 30, 2004



Growth of a Hypothetical $10,000 Investment for the Last Ten Years



Combined Index: 45% S&P/TSX Index, 40% SC Universe Bond Index, 7.5% S&P 500 Index, 7.5% MSCI EAFE Index

BALANCED FUNDS

Desjardins Canadian Balanced Fund

Overview

The Desjardins Canadian Balanced Fund had a good year, with an annual return of 7.75%. However, this return was affected by the strength of the Canadian dollar as a large portion of this fund is invested outside of Canada and is therefore influenced by currency flow. The Fund's strategy is currently based on the strong representation of stocks in its portfolio, supported by accelerated growth in the United States and by companies' pursuit of better results.

Top 10 Holdings	%
1. Government of Canada, stripped, 2004-12-01	2.6
2. Royal Bank of Canada	1.7
3. EnCana Corporation	1.6
4. Petro-Canada	1.3
5. TD Group Financial Services	1.3
6. Government of Canada, 8.750%, 2005-12-01	1.2
7. Desjardins Global Equity Value RSP Fund	1.2
8. Government of Canada, 7.250%, 2007-06-01	1.2
9. Province of Ontario, 6.500%, 2029-03-08	1.2
10. Manulife Financial Corporation	1.2
Total	**14.5**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 14.145**	$ 13.185	$ 14.581	$ 16.689	$ 16.820
Income and gain on investment operations					
Net investment income (loss)	**0.140**	0.197	0.211	0.152	0.220
Realized and unrealized net gain (loss) on investments	**0.956**	0.966	(1.103)	(2.103)	0.425
Total	**1.096**	1.163	(0.892)	(1.951)	0.645
Distributions to investors					
Net investment income	**0.157**	0.203	0.200	0.157	0.238
Net gain on sale of investments	**–**	–	0.304	–	0.538
Total	**0.157**	0.203	0.504	0.157	0.776
Net Asset Value, End of Year	**$ 15.084**	$ 14.145	$ 13.185	$ 14.581	$ 16.689
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 336,545**	$ 381,857	$ 398,645	$ 491,576	$ 616,295
Average net assets (in thousands)	**$ 370,349**	$ 387,352	$ 475,732	$ 556,346	$ 684,810
Management expense ratio	**2.19%**	2.17%	2.17%	2.17%	2.09%
Management expense ratio before waived fees	**2.31%**	2.33%	2.23%	n.a.	n.a.
Portfolio turnover rate	**76.21%**	51.54%	52.91%	31.36%	72.24%

Years Ended September 30	2004	2003	2002	2001	2000
Annual return	**7.75%**	8.89%	-6.50%	-15.69%	16.85%

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Investment Portfolio as at September 30, 2004

Equities (63.8%)	Number of Shares	Average Cost $	Market Value $
Canadian Equities (36.0%)			
Energy (6.0%)			
Enbridge	31,200	1,429,908	1,645,800
EnCana Corporation	94,619	4,028,259	5,521,019
Ensign Resource Service Group	87,100	1,890,718	2,016,365
Innicor Subsurface Technologies	19,800	44,550	54,450
Opti Canada	101,000	2,081,854	1,919,000
Petro-Canada	67,400	2,709,247	4,430,876
PetroKazakhstan, Class A	22,982	841,285	986,158
ShawCor, Class A	48,000	673,920	564,000
Talisman Energy	77,600	1,254,945	2,544,504
UTS Energy Corporation	411,000	258,930	353,460
UTS Energy Corporation Warrants, 2005-07-09	205,500	28,770	45,210
		15,242,386	20,080,842
Materials (7.6%)			
Abitibi-Consolidated	150,800	1,521,677	1,198,860
Agnico-Eagle Mines	44,700	780,760	802,365
Agrium	73,600	1,451,713	1,652,320
Alcan	31,500	1,511,742	1,905,750
Barrick Gold Corporation	52,900	1,451,227	1,407,140
Breakwater Resources Warrants, 2009-01-28	41,100	–	9,659
Cambior Warrants, 2008-08-12	5,800	–	9,280
Canfor Corporation	38,200	563,256	609,290
Falconbridge	57,300	1,727,573	1,925,280
FNX Mining Company	278,200	1,789,656	1,780,480
Gerdau Ameristeel Corporation	255,800	1,325,620	1,585,960
IPSCO	35,600	889,906	1,255,612
Ivanhoe Mines	139,900	849,199	993,290
Kinross Gold Corporation	211,400	2,202,004	1,811,698
LionOre Mining International	318,100	2,181,945	2,029,478
Methanex Corporation	37,600	584,602	710,640
Noranda	54,600	1,177,845	1,201,200
Northgate Minerals Corporation	113,200	257,360	271,680
Placer Dome	54,400	1,173,495	1,370,880
Tembec, Class A	185,000	1,600,650	1,544,750
Wheaton River Minerals	384,000	1,398,467	1,524,480
		24,438,697	25,600,092
Industrials (2.3%)			
ATS Automation Tooling Systems	133,700	1,671,470	1,410,535
Bombardier, Class B	236,000	1,001,862	686,760
CAE	271,500	1,636,728	1,493,250
Canadian National Railway Company	21,050	656,774	1,301,311
CP Ships	114,700	2,484,616	1,760,645
GSI Lumonics	77,300	1,089,643	1,020,360
Martinrea International Rights, 2005-12-31	466	–	140
		8,541,093	7,673,001
Consumer Discretionary (2.4%)			
CanWest Global Communications Corp.	230,500	2,501,989	2,258,900
CFM Corporation	152,000	1,425,526	870,960
Quebecor, Class B	70,900	1,885,449	1,885,231
Rogers Communications, Class B	32,000	671,972	818,880
Tesma International, Class A	70,200	2,156,032	2,106,702
		8,640,968	7,940,673
Consumer Staples (0.3%)			
Maple Leaf Foods	41,500	499,660	551,535
Molson, Class A	17,600	563,228	564,960
		1,062,888	1,116,495
Healthcare (0.8%)			
Angiotech Pharmaceuticals	26,000	669,279	664,560
Extendicare (Canada), Class A	126,000	1,876,970	2,048,760
		2,546,249	2,713,320

	Number of Shares	Average Cost $	Market Value $
Financials (10.9%)			
Bank of Montreal	60,400	2,690,918	3,340,120
Bank of Nova Scotia	96,200	1,756,213	3,554,590
Canadian Imperial Bank of Commerce	53,500	2,824,832	3,620,345
Dundee Wealth Management	138,400	1,147,632	1,245,600
Great-West Lifeco	23,500	1,127,059	1,194,975
Industrial Alliance Insurance and Financial Services	53,300	2,105,664	2,579,720
Kingsway Financial Services	33,700	532,627	558,072
Manulife Financial Corporation	70,200	2,797,308	3,889,080
National Bank of Canada	35,000	1,519,700	1,535,450
Power Corporation of Canada	53,200	1,309,615	1,537,480
Royal Bank of Canada	97,200	4,312,317	5,827,140
Sun Life Financial Services of Canada	89,486	2,313,420	3,417,470
TD Group Financial Services	93,800	3,363,233	4,323,242
		27,800,538	36,623,284
Information Technology (3.2%)			
ATI Technologies	134,200	2,767,463	2,600,796
BCE Emergis	191,000	621,460	679,960
Cedara Software Corp.	64,000	558,559	643,840
Celestica	90,600	2,189,435	1,454,130
CGI Group, Class A	111,800	891,554	950,300
Creo Products	125,200	1,512,737	1,300,738
Nortel Networks Corporation	597,158	9,443,040	2,555,836
Open Text Corporation	29,500	949,060	643,541
Zarlink Semiconductor	20,100	107,093	76,782
		19,040,401	10,905,923
Telecommunications Services (2.0%)			
BCE	92,600	2,427,724	2,523,350
Call-Net Enterprises, Class B	83,800	339,132	239,668
Manitoba Telecom Services	14,000	621,281	594,160
Stratos Global Corporation	187,300	2,306,470	1,779,350
Telesystem International Wireless	142,600	1,721,816	1,718,330
		7,416,423	6,854,858
Utilities (0.5%)			
TransCanada Corporation	65,400	1,790,346	1,808,310
Total Canadian Equities		116,519,989	121,316,798
U.S Equities (18.4%)			
Energy (1.8%)			
Amerada Hess Corporation	3,200	205,947	359,960
Ashland	4,300	191,938	304,783
ChevronTexaco Corporation	11,000	589,798	745,753
ConocoPhillips	9,400	723,708	984,315
EOG Resources	3,500	251,788	291,298
Exxon Mobil Corporation	41,800	2,265,325	2,553,329
Occidental Petroleum Corporation	11,200	499,320	791,729
		4,727,824	6,031,167
Materials (0.5%)			
Dow Chemical Company	9,800	491,485	559,611
E.I. du Pont de Nemours and Company	8,300	521,703	448,989
Temple-Inland	3,800	244,879	322,510
Worthington Industries	9,400	183,722	253,653
		1,441,789	1,584,763
Industrials (1.6%)			
3M Co.	3,300	358,947	333,545
Burlington Northern Santa Fe Corporation	4,600	182,685	222,733
Caterpillar	1,800	188,284	183,026
Cummins	900	75,162	84,051
Danaher Corporation	5,400	282,971	349,990
Dover Corporation	1,400	70,611	68,779
Eaton Corporation	800	66,089	64,115
FedEx Corp.	600	65,248	64,982
First Data Corporation	3,600	193,268	197,927
General Electric Company	49,300	2,280,227	2,092,384
Navistar International Corporation	2,600	126,605	122,212
Parker Hannifin Corporation	3,100	247,170	230,619
Pitney Bowes	11,800	618,394	657,710
Southwest Airlines Co.	17,500	374,740	301,251
Textron	6,400	313,317	519,879
		5,443,718	5,493,203

Investment Portfolio as at September 30, 2004

U.S. Equities (continued)	Number of Shares	Average Cost $	Market Value $
Consumer Discretionary (2.6%)			
AutoNation	17,300	342,068	373,463
Bed Bath & Beyond	6,400	351,364	300,182
Black & Decker Corporation	3,200	261,562	313,205
Cintas Corporation	10,100	524,913	536,658
Comcast Corporation, Class A	16,600	721,112	592,497
eBay	1,400	79,012	162,685
Fortune Brands	5,400	400,256	505,670
Home Depot	1,300	63,252	64,408
Liz Claiborne	8,700	392,858	414,767
Lowe's Companies	7,800	510,347	535,806
Office Depot	14,300	293,754	271,649
RadioShack Corporation	1,500	60,696	54,297
Sears, Roebuck & Co.	7,800	334,788	392,859
Sherwin-Williams Company	8,300	340,947	461,158
Starbucks Corporation	6,100	216,323	350,488
Starwood Hotels & Resorts Worldwide	3,200	186,425	187,745
Time Warner	32,100	733,386	654,821
Viacom, Class B	12,400	818,111	525,966
Wal-Mart Stores	25,300	1,929,891	1,701,163
Walt Disney Company	4,900	143,870	139,655
Whirlpool Corporation	2,200	176,293	167,085
		8,881,228	8,706,227
Consumer Staples (1.2%)			
Altria Group	13,400	780,433	796,684
Avon Products	2,300	96,204	126,977
Coca-Cola Company	21,500	1,261,818	1,088,315
Colgate-Palmolive Company	3,700	305,769	211,282
ConAgra Foods	9,700	296,873	315,201
CVS Corporation	6,200	266,430	330,139
Procter & Gamble Company	14,400	917,744	984,995
		3,925,271	3,853,593
Healthcare (2.6%)			
Abbott Laboratories	6,400	409,266	342,649
Aetna	3,100	231,938	391,536
Allergan	3,500	361,004	320,715
Amgen	8,600	650,110	616,087
Boston Scientific Corporation	2,700	136,109	135,580
Bristol-Myers Squibb Company	10,600	515,942	317,116
Cardinal Health	1,000	61,794	55,321
Eli Lilly and Company	900	76,731	68,308
Genzyme Corporation	3,400	214,054	233,814
Humana	12,800	251,305	323,236
Johnson & Johnson	14,300	1,124,420	1,018,098
Medco Health Solutions	1,363	50,301	53,231
Medtronic	10,900	710,634	715,003
Merck & Co.	9,700	839,928	404,575
Pfizer	44,740	2,260,238	1,730,339
Stryker Corporation	11,200	587,549	680,607
UnitedHealth Group	6,400	432,651	596,481
WellPoint Health Networks	2,800	327,357	371,906
Wyeth	8,800	636,628	415,976
		9,877,959	8,790,578
Financials (4.1%)			
American International Group	15,100	1,389,565	1,297,585
AmSouth Bancorporation	8,200	269,527	252,882
Bank of America Corporation	31,802	1,414,886	1,741,634
Citigroup	32,900	1,824,148	1,834,616
Countrywide Financial Corporation	6,900	154,209	343,517
Fannie Mae	5,200	565,678	416,684
Golden West Financial Corporation	3,200	367,114	448,736
Goldman Sachs Group	4,700	559,815	553,878
H&R Block	8,700	508,509	543,420
Huntington Bancshares	7,300	213,372	229,832
J.P. Morgan Chase & Co.	14,200	652,396	713,051
KeyCorp	7,100	267,903	283,569
Merrill Lynch & Co.	6,000	456,261	377,048
MetLife	13,700	629,814	669,243
MGIC Investment Corporation	1,900	171,405	159,814
Morgan Stanley	6,800	476,483	423,711
National City Corporation	12,000	513,708	585,743
SouthTrust Corporation	6,000	231,530	315,925
Torchmark Corporation	6,200	362,465	416,729
U.S. Bancorp	9,800	330,183	357,963
Wachovia Corporation	14,800	805,545	878,236
Washington Mutual	5,700	307,437	281,542
Wells Fargo & Company	8,200	568,078	618,006
		13,040,031	13,743,364

	Number of Shares	Average Cost $	Market Value $
Information Technology (2.9%)			
Adobe Systems	2,300	110,208	143,808
Altera Corporation	8,900	188,547	220,138
Apple Computer	5,200	140,736	254,676
Applied Materials	14,800	337,728	308,458
Cisco Systems	43,800	1,132,895	1,001,997
Dell	15,600	685,534	701,921
Electronic Arts	4,700	247,407	273,196
Hewlett-Packard Company	29,100	881,202	689,617
Intel Corporation	34,000	1,189,837	862,032
International Business Machines Corporation (IBM)	8,100	1,077,778	877,773
Linear Technology Corporation	4,700	240,393	215,278
LSI Logic Corporation	38,300	233,804	208,636
Maxim Integrated Products	4,100	208,306	219,147
Microsoft Corporation	54,000	2,081,523	1,887,129
Motorola	2,500	50,785	57,002
Network Appliance	1,800	41,858	52,326
Oracle Corporation	34,200	585,506	487,583
QUALCOMM	11,500	292,839	567,442
Siebel Systems	13,500	185,616	128,653
Symantec Corporation	2,800	89,981	194,216
Xilinx	3,400	128,566	116,026
Yahoo!	8,100	126,107	347,157
		10,257,156	9,814,211
Telecommunications Services (0.6%)			
AT&T Wireless Services	28,000	297,171	523,054
BellSouth Corporation	7,100	341,143	243,367
SBC Communications	13,599	666,549	446,024
Sprint Corporation	13,500	281,338	343,472
Verizon Communications	11,500	714,211	572,384
		2,300,412	2,128,301
Utilities (0.5%)			
Ameren Corporation	3,600	209,076	209,985
Constellation Energy Group	9,500	413,728	478,362
Entergy Corporation	8,700	602,365	666,465
Exelon Corporation	7,800	297,359	361,706
		1,522,528	1,716,518
Total U.S. Equities		61,417,916	61,861,925
Foreign Equities (9.4%)			
Australia (0.2%)			
BHP Billiton	16,500	155,659	216,895
BlueScope Steel	40,000	198,517	318,559
Newcrest Mining	4,400	62,661	61,182
Promina Group	40,000	152,513	165,870
Publishing & Broadcasting	10,000	125,662	125,410
		695,012	887,916
Austria (0.1%)			
OMV	1,400	169,640	407,731
Bermuda (0.3%)			
Cooper Industries, Class A	1,400	102,755	104,398
Ingersoll-Rand Company, Class A	2,200	205,019	188,996
Tyco International	21,400	513,026	829,277
		820,800	1,122,671
Belgium (0.2%)			
Delhaize Le Lion	4,300	273,975	345,315
KBC Bankverzekeringsholding	3,200	194,010	263,259
		467,985	608,574
Cayman Islands (0.1%)			
ACE	6,300	294,422	318,981
Denmark (0.1%)			
Danske Bank	5,600	158,784	186,102
Finland (0.1%)			
Fortum	8,500	68,400	150,132
Nokia	16,400	396,776	285,289
		465,176	435,421

Investment Portfolio as at September 30, 2004

Foreign Equities (continued)	Number of Shares	Average Cost $	Market Value $
France (0.8%)			
Assurances Générales de France	5,900	368,937	467,320
BNP Paribas	3,600	269,750	293,905
Carrefour	2,800	183,374	166,477
Crédit Agricole	9,200	269,634	317,192
France Télécom	3,864	111,700	121,694
LVMH (Louis Vuitton Moet Hennessy)	400	39,180	33,755
Renault	3,100	327,038	320,493
Sanofi-Aventis	5,317	482,278	487,507
Société Générale	3,500	347,603	391,520
Total	1,708	255,951	439,778
		2,655,445	3,039,641
Germany (0.6%)			
Continental	6,400	270,355	439,803
E.On	3,200	207,037	297,673
HeidelbergCement	5,150	291,310	304,420
MAN Aktiengesellschaft	6,900	314,581	297,909
Merck KGaA	2,000	134,500	142,871
Siemens	3,095	223,846	286,691
Volkswagen	3,000	178,015	145,681
		1,619,644	1,915,048
Hong Kong (0.1%)			
Wharf Holdings	46,714	133,747	198,747
Ireland (0.1%)			
Depfa Bank	14,000	192,680	240,682
Italy (0.2%)			
Eni	17,950	348,829	508,678
IntesaBci	10,000	33,494	48,042
Telecom Italia Mobile (T.I.M.)	15,000	200,811	102,443
		583,134	659,163
Japan (2.2%)			
Aiful Corporation	2,550	320,842	316,204
Canon	10,000	501,651	594,198
Circle K Sunkus Co.	7,100	238,290	217,456
Daiichi Pharmaceutical	5,000	174,999	108,802
Daito Trust Construction Co.	3,600	95,478	184,178
East Japan Railway Company	17	120,083	111,154
Fuji Photo Film Co.	2,000	73,812	83,050
Hitachi	26,000	218,784	198,632
Honda Motor Co.	7,900	489,117	483,916
ITOCHU Corporation	35,000	139,654	188,698
Japan Tobacco	15	136,588	158,644
JFE Holdings	11,100	371,741	399,810
Kobe Steel	42,000	77,609	77,085
Kyocera Corporation	1,000	227,317	88,900
Matsushita Electric Industrial Co.	5,000	85,525	84,369
Nichirei Corporation	32,000	186,518	132,146
Nippon Meat Packers	13,000	191,645	219,807
Nippon Mining Holdings	17,500	110,168	112,014
Nippon Telegraph and Telephone Corporation	10	179,443	50,358
Nissan Motor Co.	28,000	292,211	385,426
NTT DoCoMo	40	115,384	85,803
Oji Paper Co.	22,000	188,396	157,222
Promise Co.	4,750	317,393	392,853
Sammy Corporation	3,400	110,613	210,608
Sankyo Co.	4,700	248,596	234,525
Sharp Corporation	5,000	92,802	86,950
Sony Corporation	2,900	172,762	125,079
Sumitomo Corporation	17,000	172,871	159,906
Sumitomo Heavy Industries	20,000	79,306	74,791
Sumitomo Mitsui Financial Group	61	363,035	440,831
Takeda Pharmaceutical Company	3,000	259,588	172,065
Tanabe Seiyaku Co.	12,000	159,720	135,037
Tokyo Electric Power Company	6,200	167,142	168,555
Toyota Motor Corporation	10,000	602,169	484,076
UFJ Holdings	61	244,389	337,970
		7,525,641	7,461,118
Luxembourg (0.2%)			
Arcelor	24,140	442,465	563,951

	Number of Shares	Average Cost $	Market Value $
Netherlands (0.4%)			
ABN AMRO Holding	12,117	327,199	347,945
ING Groep	12,195	324,261	389,051
Koninklijke (Royal) Philips Electronics	5,900	389,991	170,810
Royal Dutch Petroleum Company	3,708	268,433	241,421
Unilever	1,000	81,703	72,723
		1,391,587	1,221,950
Panama (0.1%)			
Carnival Corporation	4,300	260,997	257,011
Singapore (0.2%)			
Flextronics International	10,300	201,142	172,491
Oversea-Chinese Banking Corporation	14,000	120,927	147,079
Singapore Telecommunications	181,080	329,925	317,966
		651,994	637,536
Spain (0.4%)			
Altadis	4,000	141,888	172,073
Banco Santander Central Hispano	16,143	215,962	199,209
Endesa	13,500	328,657	324,921
Repsol YPF	13,700	391,194	380,281
Telefonica	17,843	288,608	337,564
		1,366,309	1,414,048
Sweden (0.2%)			
Nordea	7,400	70,065	76,392
Svenska Cellulosa	7,700	413,203	378,074
Telefonaktiebolaget LM Ericsson Class B	21,000	73,706	82,343
		556,974	536,809
Switzerland (0.4%)			
Bâloise-Holding	1,000	59,440	48,921
Credit Suisse Group	10,800	476,104	436,363
Micronas Semiconductor Holding	2,000	100,754	107,473
Nestlé	680	209,032	197,183
Novartis	6,250	368,100	368,806
Roche Holding	1,900	216,157	248,507
Schweizerische Rueckversicherung	1,010	151,487	73,577
Syngenta	700	81,600	84,458
		1,662,674	1,565,288
United Kingdom (2.4)			
AstraZeneca	3,600	242,550	186,548
Aviva	35,000	637,050	438,401
Barclays	33,600	381,645	407,412
BHP Billiton	14,367	103,076	191,133
BP	73,100	938,275	882,184
British American Tobacco	7,200	84,241	131,942
Diageo	11,500	149,754	181,537
George Wimpey	25,000	162,807	229,925
GlaxoSmithKline	17,376	649,963	473,457
HBOS	12,100	210,861	206,511
HSBC Holdings	8,000	140,478	160,512
InterContinental Hotels Group	23,049	246,103	331,418
International Power	26,000	81,572	86,102
J Sainsbury	15,000	92,616	87,423
Kelda Group	9,100	99,273	111,486
Lloyds TSB Group	33,400	552,228	329,721
Mitchells & Butlers	13,000	74,716	80,971
Persimmon	10,500	50,751	158,905
Punch Taverns	7,000	73,289	80,714
RMC Group	6,000	90,399	116,609
Royal & SunAlliance Insurance Group	74,500	650,629	121,866
Royal Bank of Scotland Group	9,900	361,783	361,483
SABMiller	7,700	132,465	128,509
Shell Transport & Trading Company	28,200	319,694	261,613
Signet Group	107,000	199,011	280,291
Taylor Woodrow	34,356	155,207	206,914
Tesco	40,400	194,582	263,649
Trinity Mirror	13,000	115,257	195,699
Vodafone Group	174,000	639,963	526,458
Whitbread	15,500	235,156	292,199
Xstrata	20,490	360,454	425,879
		8,425,848	7,937,471
Total Foreign Equities		30,540,958	31,615,859
Total Equities		208,478,863	214,794,582

Desjardins Canadian Balanced Fund

Investment Portfolio as at September 30, 2004

Bonds (29.0%)	Par Value $	Average Cost $	Market Value $
Government of Canada (6.5%)			
Broadcast Centre Trust			
7.530%, 2027-05-01	1,464,046	1,550,305	1,772,169
Government of Canada			
package, 9.000%, 2004-12-01	1,075,000	1,157,012	1,085,779
stripped, 2004-12-01	8,885,000	8,781,107	8,851,317
9.000%, 2004-12-01	260,000	281,110	262,664
8.750%, 2005-12-01	3,835,000	4,264,264	4,087,549
7.250%, 2007-06-01	3,565,000	3,976,963	3,907,066
5.750%, 2029-06-01	1,880,000	1,996,594	2,051,080
		22,007,355	22,017,624
Provincial Governments and Crown Corporations (8.8%)			
Financement-Québec			
4.750%, 2009-12-01	1,250,000	1,252,963	1,274,836
Hydro-Québec			
11.000%, 2020-08-15	1,947,000	3,126,536	3,101,009
Ontario Hydro Energy			
5.600%, 2008-06-02	1,220,000	1,287,832	1,290,579
8.250%, 2026-06-22	2,860,000	3,539,878	3,841,464
Province of Ontario			
6.500%, 2029-03-08	3,450,000	3,813,382	3,891,700
Province of Québec			
7.750%, 2006-03-30	2,200,000	2,396,807	2,347,693
6.500%, 2007-10-01	3,440,000	3,615,206	3,712,915
11.000%, 2009-04-01	1,705,000	2,258,733	2,184,119
5.250%, 2013-10-01	2,750,000	2,761,468	2,802,804
8.500%, 2026-04-01	1,610,000	2,110,183	2,194,092
6.000%, 2029-10-01	2,675,000	2,631,555	2,805,089
		28,794,543	29,446,300
Corporations (13.7%)			
407 International			
6.900%, 2007-12-17	655,000	731,131	711,819
Bank of Montreal			
4.690%, 2011-01-31	1,115,000	1,114,755	1,120,147
Bank of Nova Scotia			
5.190%, 2007-02-19	2,085,000	2,083,541	2,159,959
4.515%, 2008-11-19	1,250,000	1,250,000	1,269,617
BCE, Series C			
7.350%, 2009-10-30	1,920,000	2,191,680	2,150,384
Bell Canada			
11.450%, 2010-04-15	645,000	860,430	857,263
Canadian Imperial Bank of Commerce			
7.000%, 2011-10-23	750,000	817,718	802,775
4.500%, 2014-10-15	500,000	499,490	502,333
Canadian Utilities			
8.430%, 2005-06-01	1,670,000	1,834,128	1,730,991
Citigroup Finance Canada			
4.300%, 2005-01-11	1,375,000	1,378,768	1,381,305
Consumers Gas			
10.800%, 2011-04-15	480,000	642,998	640,927
6.050%, 2023-07-05	545,000	544,237	549,883
Enbridge			
5.700%, 2005-03-17	1,570,000	1,569,843	1,591,680
6.800%, 2010-03-10	590,000	589,369	651,667
Gaz Métro Limited Partnership			
11.750%, 2005-11-15	470,000	545,574	505,692
10.750%, 2006-12-15	665,000	806,512	764,931
6.050%, 2008-11-10	1,265,000	1,264,532	1,353,300
GE Capital Canada Funding Company			
5.300%, 2007-07-24	1,540,000	1,537,798	1,603,194
George Weston			
5.900%, 2009-02-05	1,675,000	1,674,045	1,775,592
GMAC of Canada			
5.450%, 2005-03-21	600,000	594,912	606,724
Greater Toronto Airports Authority			
6.250%, 2012-01-30	1,160,000	1,159,397	1,233,067
6.980%, 2032-10-05	1,450,000	1,448,739	1,542,270

	Par Value $	Average Cost $	Market Value $
Hydro One			
6.930%, 2032-06-01	2,000,000	2,086,000	2,264,014
Loblaw Companies			
5.400%, 2013-11-20	1,000,000	997,170	1,013,515
Molson			
6.000%, 2008-06-02	1,865,000	1,857,298	1,970,352
National Bank of Canada			
6.900%, 2010-06-07	1,650,000	1,733,160	1,694,680
Nova Scotia Power			
8.850%, 2025-05-19	880,000	1,135,288	1,118,454
PanCanadian Petroleum			
5.800%, 2008-06-02	1,765,000	1,707,549	1,862,289
Power Financial Corporation			
6.900%, 2033-03-11	560,000	562,481	604,433
Royal Bank of Canada			
6.500%, 2011-09-12	1,265,000	1,352,538	1,338,248
5.450% initial rate (until 2013)			
2018-11-04	830,000	830,000	844,752
Suncor Energy			
6.800%, 2007-03-05	1,105,000	1,170,107	1,184,165
Sun Life Assurance Company of Canada			
6.150%, 2012-06-30	910,000	919,646	967,075
Télébec			
8.350%, 2005-06-30	2,475,000	2,844,146	2,567,341
Toyota Credit Canada			
6.750%, 2004-11-09	1,360,000	1,359,606	1,365,439
TransCanada PipeLines			
8.230%, 2031-01-16	875,000	1,080,912	1,090,535
Wells Fargo Financial Canada Corporation			
5.100%, 2006-10-26	735,000	755,220	759,614
		45,530,718	46,150,426
Total Bonds		96,332,616	97,614,350
Money Market Securities (4.3%)			
Apollo Trust, notes			
2004-12-01	1,000,000	994,250	994,250
Bank of Montreal, notes			
2004-10-01	315,000	315,000	315,000
Business Development Bank of Canada, notes			
2004-11-15	1,100,000	1,094,192	1,094,192
Caisse centrale Desjardins, notes			
2004-10-13	500,000	499,410	499,410
Canada Treasury Bills			
2004-10-21	1,650,000	1,635,072	1,635,072
2004-11-04	250,000	249,008	249,008
2004-11-18	250,000	247,585	247,585
2004-12-02	625,000	621,763	621,763
2005-01-13	1,000,000	989,340	989,340
2005-02-10	1,500,000	1,484,220	1,484,220
2005-03-10	1,500,000	1,481,385	1,481,385
Corporation d'hébergement du Québec, notes			
2004-12-01	550,000	546,876	546,876
HBOS, notes			
2004-12-09	725,000	720,752	720,752
Ontario Treasury Bills			
2004-11-12	750,000	746,145	746,145
Québec Treasury Bills			
2004-11-05	2,720,000	2,708,783	2,708,783
		14,333,781	14,333,781

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Mutual Funds (1.2%)			
Desjardins Global Equity Value RSP Fund	489,647	3,500,000	4,082,191

	Principal Balance Outstanding $	Amortized Cost $	Market Value $
Mortgage-Backed Securities (0.3%)			
Toronto-Dominion Bank NHA 5.375%, 2028-01-07	1,050,168	1,002,532	1,053,392
Derivative Financial Instruments (Table) (0.00%)			24,493

		Average Cost $	Market Value $
Total Investments (98.6%)		**323,647,792**	**331,902,789**
Other Net Assets (1.4%)			4,642,362
Net Assets (100%)			**336,545,151**

Table

Foreign Currency Forward Contracts	Currency Amount $	Purchase Value $	Market Value $	Unrealized Appreciation (Depreciation) $
Currency Purchased				
Canadian Dollar, 2004-12	2,361,469	2,361,469	2,361,469	–
Currency Sold				
Australian Dollar, 2004-12	680,000	609,212	619,712	(10,500)
Danish Crown, 2004-12	690,000	147,824	145,799	2,025
Hong Kong Dollar, 2004-12	1,100,000	183,719	178,965	4,754
Swedish Crown, 2004-12	2,700,000	473,576	469,300	4,276
Yen, 2004-12	80,000,000	947,138	923,200	23,938
		2,361,469	2,336,976	24,493
Total Derivative Financial Instruments				24,493

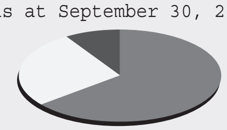
Objective

The objective of the Desjardins Québec Balanced Fund is to provide both reasonable income and long-term capital appreciation.

Portfolio Composition

This Fund's portfolio is composed of stocks and bonds. Eligible securities are limited to those issued by public organizations and by companies whose head office and main decision-making centre are located in Québec.

Asset Mix
as at September 30, 2004



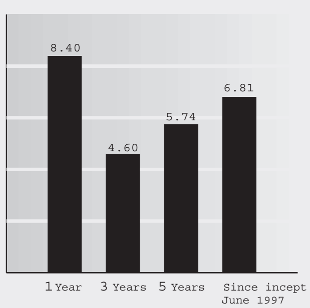
64.1% Equities
- 14.7% Financials
- 10.9% Materials
- 10.5% Consumer Discretionary
- 9.2% Industrials
- 8.2% Consumer Staples
- 5.3% Telecommunication Services
- 3.0% Information Technology
- 2.3% Healthcare

27.0% Bonds

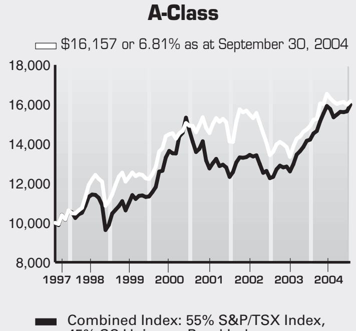
8.9% Cash and Cash Equivalents

Average Maturity: 11 years
Duration: 6.76 years

Compound Annual Return (in %)
as at September 30, 2004
A-Class



Growth of a Hypothetical $10,000 Investment Since Inception
A-Class



BALANCED FUNDS

Desjardins Québec Balanced Fund

Overview

The Desjardins Québec Balanced Fund had a good year, with an annual return of 8.40% despite a difficult context and the situation at Bombardier, one of the most important holdings in Québec. Its current positioning is based on improved economic forecasts, which will have a positive effect on all stock markets. Québec companies should profit from these market conditions. As for bond rates, managers are expecting an increase in the next six months.

Top 10 Holdings

Top 10 Holdings	%
1. Alcan	6.6
2. Hydro-Québec, 8.500%, 2005-08-15	6.2
3. BCE	5.3
4. Canadian National Railway Company	5.2
5. National Bank of Canada	5.2
6. Province of Québec, 6.250%, 2032-06-01	4.8
7. Power Corporation of Canada	4.6
8. Power Financial Corporation	2.6
9. Alimentation Couche-Tard, Class B	2.5
10. Industrial Alliance Insurance and Financial Services	2.3
Total	**45.3**

Financial Highlights (unaudited)

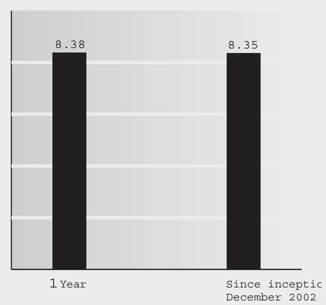
	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 12.552**	$ 11.441	$ 12.161	$ 13.021	$ 13.010
Income and gain on investment operations					
Net investment income (loss)	**0.113**	0.148	0.155	0.137	0.280
Realized and unrealized net gain (loss) on investments	**0.942**	1.103	(0.740)	(0.856)	0.997
Total	**1.055**	1.251	(0.585)	(0.719)	1.277
Distributions to investors					
Net investment income	**0.110**	0.140	0.135	0.141	0.275
Net gain on sale of investments	–	–	–	–	0.991
Total	**0.110**	0.140	0.135	0.141	1.266
Net Asset Value, End of Year	**$ 13.497**	$ 12.552	$ 11.441	$ 12.161	$ 13.021
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 255,441**	$ 241,730	$ 209,117	$ 176,393	$ 158,873
Average net assets (in thousands)	**$ 257,361**	$ 225,069	$ 212,260	$ 177,738	$ 143,870
Management expense ratio	**2.20%**	2.16%	2.16%	2.16%	2.10%
Management expense ratio before waived fees	**2.28%**	2.29%	2.19%	n.a.	n.a.
Portfolio turnover rate	**46.39%**	10.50%	13.18%	19.63%	51.70%

Years Ended September 30	**2004**	**2003**	**2002**	**2001**	**2000**
Annual return	**8.40%**	11.01%	-4.91%	-5.35%	22.06%

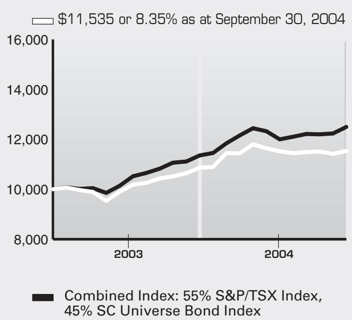
** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Desjardins Québec Balanced Fund

Compound Annual Return (in %)
as at September 30, 2004
T-Class



Growth of a Hypothetical $10,000 Investment Since Inception
T-Class



Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—T-Class					
Net Asset Value, Beginning of Year	**$ 10.170**	$ 10.000	n.a.	n.a.	n.a.
Income and gain on investment operations					
Net investment income (loss)	**0.091**	0.101	n.a.	n.a.	n.a.
Realized and unrealized net gain (loss) on investments	**0.755**	0.519	n.a.	n.a.	n.a.
Total	**0.846**	0.620	n.a.	n.a.	n.a.
Distributions to investors					
Net investment income	**0.080**	0.064	n.a.	n.a.	n.a.
Return of capital	**0.520**	0.386	n.a.	n.a.	n.a.
Total	**0.600**	0.450	n.a.	n.a.	n.a.
Net Asset Value, End of Year	**$ 10.416**	$ 10.170	n.a.	n.a.	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 27,282**	$ 7,905	n.a.	n.a.	n.a.
Average net assets (in thousands)	**$ 17,799**	$ 2,993	n.a.	n.a.	n.a.
Management expense ratio	**2.20%**	2.16%	n.a.	n.a.	n.a.
Management expense ratio before waived fees	**2.39%**	2.29%	n.a.	n.a.	n.a.
Portfolio turnover rate	**46.39%**	10.50%	n.a.	n.a.	n.a.

Years Ended September 30	**2004**	**2003**	**2002**	**2001**	**2000**
Annual return	**8.38%**	n.a.	n.a.	n.a.	n.a.

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Desjardins Québec Balanced Fund

Investment Portfolio as at September 30, 2004

Equities (64.1%)	Number of Shares	Average Cost $	Market Value $
Materials (10.9%)			
Abitibi-Consolidated	456,619	5,350,111	3,630,121
Alcan	309,000	15,342,937	18,694,500
Domtar	289,500	4,353,903	4,400,400
Tembec, Class A	490,000	4,654,150	4,091,500
		29,701,101	30,816,521
Industrials (9.2%)			
Bombardier, Class B	1,050,000	7,970,644	3,055,500
Canadian National Railway Company	240,000	9,325,148	14,836,800
Groupe Laperrière & Verreault, Class A	100,000	1,923,133	2,000,000
SNC-Lavalin Group	54,000	1,007,357	2,610,900
Transcontinental, Class A	155,000	2,297,030	3,642,500
		22,523,312	26,145,700
Consumer Discretionary (10.5%)			
Astral Media, Class A	156,000	3,341,131	4,424,160
BMTC Group, Class A	84,500	1,050,775	904,150
Cossette Communication Group	184,000	2,945,226	2,714,000
Dorel Industries, Class B	80,500	2,358,515	2,865,800
Mega Bloks	188,100	3,879,215	3,526,875
Reitmans (Canada), Class A	200,000	2,644,397	3,734,000
Richelieu Hardware	105,500	1,033,067	2,168,025
RONA	152,600	2,948,842	5,148,724
TVA Group, Class B	225,000	4,778,272	4,293,000
		24,979,440	29,778,734
Consumer Staples (8.2%)			
Alimentation Couche-Tard, Class B	232,000	4,015,603	7,018,000
Jean Coutu Group (PJC), Class A	189,600	1,704,499	3,185,280
Metro, Class A	244,000	4,516,061	4,672,600
Molson, Class A	141,000	3,874,414	4,526,100
Saputo Group	111,100	3,043,467	3,716,295
		17,154,044	23,118,275
Healthcare (2.3%)			
Axcan Pharma	203,000	4,097,265	3,982,860
Labopharm	52,600	160,103	152,540
Neurochem	76,000	1,744,481	1,643,880
Theratechnologies	267,900	1,756,747	699,219
		7,758,596	6,478,499
Financials (14.7%)			
Industrial Alliance Insurance and Financial Services	136,000	4,502,677	6,582,400
National Bank of Canada	333,000	10,131,936	14,608,710
Power Corporation of Canada	451,000	8,432,243	13,033,900
Power Financial Corporation	248,000	4,124,376	7,333,360
		27,191,232	41,558,370
Information Technology (3.0%)			
CGI Group, Class A	605,000	5,105,769	5,142,500
Mediagrif Interactive Technologies	329,000	3,442,045	3,181,430
		8,547,814	8,323,930
Telecommunication Services (5.3%)			
BCE	548,000	18,507,968	14,933,000
Total Equities		156,363,507	181,153,029

Bonds (27.0%)	Par Value $	Average Cost $	Market Value $
Provincial Governments and Crown Corporations (24.1%)			
Financement-Québec			
4.750%, 2009-12-01	1,490,000	1,493,993	1,519,604
Hydro-Québec			
8.500%, 2005-08-15	16,590,000	17,992,158	17,389,234
10.000%, 2011-09-26	2,835,000	3,831,158	3,728,566
stripped, 2035-02-15	9,000,000	1,593,855	1,601,433
Province of Québec			
6.500%, 2005-12-01	700,000	740,775	727,888
7.750%, 2006-03-30	3,430,000	3,689,987	3,660,266
6.500%, 2007-10-01	3,710,000	3,944,745	4,004,336
11.000%, 2009-04-01	1,135,000	1,498,362	1,453,945
5.500%, 2009-06-01	2,365,000	2,201,140	2,495,736
6.250%, 2010-12-01	2,435,000	2,494,372	2,655,285
6.000%, 2012-10-01	2,300,000	2,466,075	2,472,022
5.250%, 2013-10-01	60,000	59,892	61,152
9.375%, 2023-01-16	1,605,000	2,216,701	2,327,234
8.500%, 2026-04-01	4,535,000	5,649,273	6,180,253
6.000%, 2029-10-01	4,045,000	4,016,058	4,241,714
6.250%, 2032-06-01	12,600,000	13,229,300	13,666,787
		67,117,844	68,185,455
Municipalities and Semi-Public Institutions (1.7%)			
Cégep Édouard-Montpetit			
6.000%, 2007-11-19	200,000	204,060	213,044
City of Pointe-Claire			
6.000%, 2007-11-12	200,000	204,060	212,774
Montreal Catholic School Commission			
6.250%, 2007-10-10	300,000	314,220	321,419
Montreal Island School Council			
5.950%, 2007-11-07	200,000	203,380	212,708
MRC Les Laurentides			
3.400%, 2009-04-01	517,000	507,482	499,763
Town of Mount-Royal			
6.000%, 2007-10-15	200,000	204,040	212,891
Université du Québec			
5.750%, 2008-02-26	200,000	200,560	211,867
Université Laval			
9.000%, 2007-03-04	115,000	130,192	129,267
Ville de Montréal			
10.750%, 2011-10-02	1,075,000	1,462,605	1,450,502
Ville de Saint-Hyacinthe			
2.050%, 2006-04-13	300,000	296,802	295,311
2.550%, 2007-04-13	523,000	514,449	510,710
3.350%, 2009-04-13	218,000	213,466	210,239
Ville Saint-Laurent			
5.550%, 2008-02-03	200,000	197,780	210,268
		4,653,096	4,690,763
Corporations (1.2%)			
Bell Canada			
11.450%, 2010-04-15	430,000	583,712	571,509
Gaz Métro Limited Partnership			
10.750%, 2006-12-15	770,000	933,856	885,710
6.050%, 2008-11-10	600,000	599,778	641,881
National Bank of Canada			
6.900%, 2010-06-07	860,000	903,344	883,288
Télébec			
8.350%, 2005-06-30	475,000	545,132	492,725
		3,565,822	3,475,113
Total Bonds		75,336,762	76,351,331

Investment Portfolio as at September 30, 2004

	Par Value $	Average Cost $	Market Value $
Money Market Securities (8.2%)			
Alcan, notes			
2004-12-17	1,200,000	1,192,968	1,192,968
Corporation d'hébergement du Québec, notes			
2004-10-28	5,900,000	5,868,317	5,868,317
2004-12-01	3,800,000	3,778,416	3,778,416
2004-12-09	2,825,000	2,810,169	2,810,169
2004-12-13	1,100,000	1,093,323	1,093,323
Hydro-Québec, notes			
2004-10-14	325,000	323,073	323,073
Investissement Québec, notes			
2004-10-13	300,000	299,508	299,508
Québec Treasury Bills			
2004-10-29	300,000	298,569	298,569
2004-11-05	4,150,000	4,131,591	4,131,591
2004-11-12	825,000	820,999	820,999
2004-12-03	1,550,000	1,541,568	1,541,568
Université Laval, notes			
2004-11-29	600,000	596,610	596,610
2005-01-05	500,000	496,412	496,412
		23,251,523	23,251,523
Total Investments (99.3%)		**254,951,792**	**280,755,883**
Other Net Assets (0.7%)			1,967,019
Net Assets (100%)			**282,722,902**

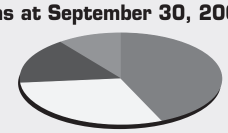
Objective

The objective of the Desjardins Diversified Secure Fund is to obtain the best possible return while protecting capital investment on a one-year horizon.

Portfolio Composition

Following a predetermined allocation model, the assets of this Fund are invested in money market securities, fixed income securities and Canadian, U.S. and foreign equities.

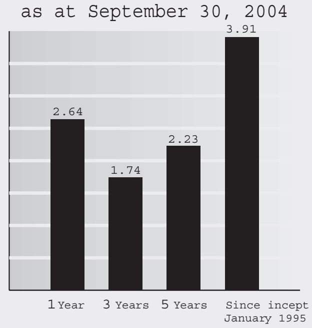
Asset Mix
as at September 30, 2004



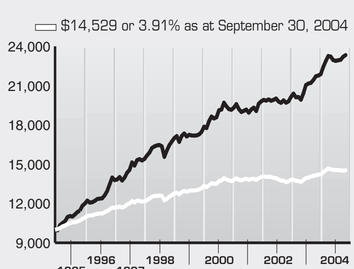
43.4%	Cash and Cash Equivalents
30.1%	Short-Term Bonds
16.2%	Equities 7.9% Canadian Equities 4.8% Foreign Equities 3.5% U.S. Equities
10.3%	Long-Term Bonds and Others

Average Maturity: 8.75 years
Duration: 5.30 years

Compound Annual Return (in %)
as at September 30, 2004



Growth of a Hypothetical $10,000 Investment Since Inception



Combined Index: 75% SC Universe Bond Index, 15% S&P/TSX Index, 5% S&P 500 Index, 5% MSCI EAFE Index

BALANCED FUNDS

Desjardins Diversified Secure Fund

Overview

Because of its composition, this Fund achieved positive returns in both of the past two quarters. Its significant proportion of money market equities gave it an element of very high stability.

Top 10 Holdings

Top 10 Holdings	%
1. Government of Canada, stripped, 2004-12-01	7.0
2. Corporation d'hébergement du Québec, notes, 2004-12-03	3.4
3. Canada Treasury Bills, 2005-03-10	3.3
4. Canada Treasury Bills, 2005-02-10	2.8
5. Québec Treasury Bills, 2004-11-12	2.6
6. Government of Canada, 7.000%, 2006-12-01	2.3
7. Stars Trust, notes, 2004-11-16	2.3
8. Volvo Treasury Canada, notes, 2004-11-17	2.0
9. Canada Treasury Bills, 2004-12-16	1.9
10. Corporation d'hébergement du Québec, notes, 2004-11-16	1.8
Total	**29.4**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 10.539**	$ 10.369	$ 10.718	$ 11.014	$ 11.128
Income and gain on investment operations					
Net investment income (loss)	**0.166**	0.227	0.222	0.279	0.407
Realized and unrealized net gain (loss) on investments	**0.112**	0.172	(0.352)	(0.281)	(0.032)
Total	**0.278**	0.399	(0.130)	(0.002)	0.375
Distributions to investors					
Net investment income	**0.167**	0.229	0.219	0.294	0.406
Net gain on sale of investments	**–**	–	–	–	0.083
Total	**0.167**	0.229	0.219	0.294	0.489
Net Asset Value, End of Year	**$ 10.650**	$ 10.539	$ 10.369	$ 10.718	$ 11.014
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 73,575**	$ 103,200	$ 119,751	$ 136,498	$ 155,752
Average net assets (in thousands)	**$ 94,819**	$ 110,039	$ 131,616	$ 144,641	$ 178,280
Management expense ratio	**1.95%**	1.93%	1.93%	1.93%	1.85%
Management expense ratio before waived fees	**2.06%**	2.08%	1.97%	n.a.	n.a.
Portfolio turnover rate	**67.32%**	89.15%	68.49%	34.78%	82.50%

Years Ended September 30	**2004**	**2003**	**2002**	**2001**	**2000**
Annual return	**2.64%**	3.89%	-1.26%	-0.27%	6.31%

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Desjardins Diversified Secure Fund

Investment Portfolio as at September 30, 2004

	Par Value $	Average Cost $	Market Value $
Money Market Securities (42.7%)			
Alcan, notes			
2004-10-27	300,000	298,887	298,887
2004-11-04	1,025,000	1,020,316	1,020,316
2004-12-17	300,000	298,242	298,242
Apollo Trust, notes			
2004-11-22	525,000	522,853	522,853
Canada Treasury Bills			
2004-12-16	1,400,000	1,389,676	1,389,676
2005-02-10	2,050,000	2,027,998	2,027,998
2005-03-10	2,450,000	2,419,456	2,419,456
Canadian Imperial Bank of Commerce, notes			
2004-12-03	1,050,000	1,043,858	1,043,858
Citibank Canada, notes			
2004-11-18	885,000	880,345	880,345
Comet Trust, notes			
2004-11-16	375,000	373,031	373,031
2004-11-26	1,000,000	994,420	994,420
Corporation d'hébergement du Québec, notes			
2004-11-16	1,325,000	1,318,207	1,318,207
2004-11-18	1,000,000	994,930	994,930
2004-12-01	775,000	770,598	770,598
2004-12-03	2,500,000	2,486,800	2,486,800
2005-01-20	700,000	693,588	693,588
DaimlerChrysler Canada Finance, notes			
2004-12-14	1,000,000	994,150	994,150
Fusion Trust, notes			
2004-10-15	550,000	548,939	548,939
2004-10-25	1,200,000	1,193,567	1,193,567
GMAC of Canada, notes			
2004-12-01	700,000	695,905	695,905
HBOS, notes			
2004-11-24	700,000	696,290	696,290
Hertz Canada, notes			
2004-11-10	700,000	694,722	694,722
2004-12-21	350,000	347,834	347,834
Prime Trust, notes			
2004-10-27	675,000	672,516	672,516
Province of Alberta, notes			
2004-11-30	1,100,000	1,092,590	1,092,590
Province of Québec, notes			
2005-03-15	600,000	592,722	592,722
Québec Treasury Bills			
2004-11-05	700,000	697,487	697,487
2004-11-12	1,925,000	1,915,567	1,915,567
Stars Trust, notes			
2004-11-16	1,700,000	1,691,024	1,691,024
Université Laval, notes			
2004-11-29	525,000	522,033	522,033
Volvo Treasury Canada, notes			
2004-11-17	1,500,000	1,492,050	1,492,050
		31,380,601	31,380,601
Bonds (40.1%)			
Governement of Canada (14.0%)			
Broadcast Centre Trust			
7.530%, 2027-05-01	129,998	140,634	157,357
Government of Canada			
stripped, 2004-12-01	5,195,000	5,128,667	5,175,305
8.750%, 2005-12-01	1,205,000	1,359,110	1,284,354
7.000%, 2006-12-01	1,590,000	1,764,505	1,712,464
7.250%, 2007-06-01	890,000	994,223	975,397
6.000%, 2008-06-01	500,000	537,800	538,285
5.500%, 2009-06-01	85,000	90,270	90,473
5.250%, 2012-06-01	175,000	175,735	183,983
5.000%, 2014-06-01	200,000	202,100	205,950
		10,393,044	10,323,568

	Par Value $	Average Cost $	Market Value $
Provincial Governments and Crown Corporations (6.6%)			
Financement-Québec			
4.750%, 2009-12-01	375,000	375,889	382,451
Hydro-Québec			
8.500%, 2005-08-15	620,000	696,856	649,868
11.000%, 2020-08-15	219,000	351,916	348,804
Ontario Hydro Energy			
5.600%, 2008-06-02	295,000	311,402	312,066
8.250%, 2026-06-22	355,000	431,898	476,825
Province of Ontario			
4.400%, 2008-11-19	800,000	795,671	812,003
6.500%, 2029-03-08	180,000	198,477	203,045
Province of Ontario			
floating rate, 2006-01-20	200,000	200,000	199,978
Province of Québec			
7.750%, 2006-03-30	190,000	208,364	202,755
6.500%, 2007-10-01	290,000	306,862	313,007
11.000%, 2009-04-01	180,000	238,459	230,582
5.250%, 2013-10-01	340,000	341,418	346,528
8.500%, 2026-04-01	195,000	221,319	265,744
6.000%, 2029-10-01	125,000	126,765	131,079
		4,805,296	4,874,735
Municipalities and Semi-Public Institutions (0.8%)			
Cégep de Valleyfield			
8.000%, 2005-12-14	65,000	73,678	68,666
City of Montréal			
3.000%, 2004-12-13	500,000	502,675	500,382
		576,353	569,048
Corporations (18.7%)			
407 International			
6.900%, 2007-12-17	160,000	178,597	173,879
Bank of Montreal			
4.690%, 2011-01-31	100,000	99,978	100,462
Bank of Nova Scotia			
5.190%, 2007-02-19	165,000	164,885	170,932
4.515%, 2008-11-19	635,000	635,000	644,966
BCE, Series C			
7.350%, 2009-10-30	550,000	627,825	615,995
Bell Canada			
11.450%, 2010-04-15	135,000	180,090	179,427
Canada Life Financial Corporation			
8.000%, 2011-09-19	500,000	558,705	542,431
Canadian Imperial Bank of Commerce			
7.000%, 2011-10-23	70,000	76,320	74,926
Canadian Utilities			
8.430%, 2005-06-01	860,000	941,646	891,410
Citigroup Finance Canada			
4.300%, 2005-01-11	730,000	730,895	733,347
DaimlerChrysler Canada Finance			
7.200%, 2006-05-03	350,000	363,468	368,933
Enbridge			
5.700%, 2005-03-17	230,000	229,977	233,176
5.800%, 2008-07-29	600,000	583,230	635,133
6.800%, 2010-03-10	100,000	99,893	110,452
Gaz Métro Limited Partnership			
10.750%, 2006-12-15	100,000	121,280	115,027
6.050%, 2008-11-10	110,000	109,959	117,678
GE Capital Canada Funding Company			
5.300%, 2007-07-24	450,000	449,357	468,466
George Weston			
5.900%, 2009-02-05	135,000	134,923	143,107
GMAC of Canada			
5.450%, 2005-03-21	65,000	64,449	65,728
Greater Toronto Airports Authority			
6.700%, 2010-07-19	550,000	570,900	600,443
6.250%, 2012-01-30	90,000	89,953	95,669
6.980%, 2032-10-05	130,000	129,887	138,272
Hydro One			
6.940%, 2005-06-03	450,000	478,755	462,277
6.400%, 2011-12-01	60,000	63,138	65,572
6.930%, 2032-06-01	130,000	135,590	147,161

Investment Portfolio as at September 30, 2004

Bonds (continued)	Par Value $	Average Cost $	Market Value $
John Deere Credit			
4.450%, 2005-04-01	250,000	249,968	252,204
Loblaw Companies			
6.000%, 2008-06-02	580,000	572,176	617,478
6.850%, 2032-03-01	65,000	67,600	70,373
Molson			
6.000%, 2008-06-02	433,000	423,830	457,460
NAV CANADA			
6.600%, 2006-12-01	600,000	641,904	638,949
Nova Scotia Power			
8.850%, 2025-05-19	125,000	161,263	158,871
Power Financial Corporation			
6.900%, 2033-03-11	55,000	55,244	59,364
Royal Bank of Canada			
6.500%, 2011-09-12	125,000	133,650	132,238
3.960%, 2014-01-27	335,000	334,879	331,160
5.450%, initial rate (until 2013)			
2018-11-04	70,000	70,000	71,244
Shell Canada			
floating rate, 2004-12-15	1,000,000	1,000,260	1,000,400
Suncor Energy			
6.800%, 2007-03-05	140,000	148,249	150,030
Sun Life Assurance Company of Canada			
6.150%, 2012-06-30	575,000	581,095	611,064
TD Group Financial Services			
6.600%, initial rate (until 2005)			
2010-04-14	600,000	638,700	611,840
TELUS Corporation			
7.500%, 2006-06-01	400,000	417,800	424,979
Toyota Credit Canada			
6.750%, 2004-11-09	215,000	214,938	215,860
Wells Fargo Financial Canada Corporation			
5.100%, 2006-10-26	65,000	66,788	67,177
		13,597,044	13,765,560
Total Bonds		29,371,737	29,532,911

Equities (16.2%)	Number of Shares	Average Cost $	Market Value $
Canadian Equities (7.9%)			
Energy (1.3%)			
Enbridge	1,400	62,995	73,850
EnCana Corporation	4,669	180,197	272,436
Ensign Resource Service Group	3,700	80,307	85,655
Opti Canada	4,900	98,957	93,100
Petro-Canada	3,200	114,801	210,368
PetroKazakhstan, Class A	1,126	41,521	48,317
ShawCor, Class A	2,700	36,604	31,725
Talisman Energy	3,800	60,776	124,602
UTS Energy Corporation	22,500	14,175	19,350
UTS Energy Corporation Warrants, 2005-07-09	11,250	1,575	2,475
		691,908	961,878
Materials (1.5%)			
Abitibi-Consolidated	7,169	77,508	56,994
Agnico-Eagle Mines	1,200	20,790	21,540
Agrium	3,700	73,809	83,065
Alcan	1,900	93,282	114,950
Barrick Gold Corporation	3,400	96,559	90,440
Canfor Corporation	1,800	26,567	28,710
Falconbridge	1,600	50,862	53,760
FNX Mining Company	12,200	66,405	78,080
Gerdau Ameristeel Corporation	10,300	52,356	63,860
IPSCO	1,300	32,603	45,851
Ivanhoe Mines	6,200	40,744	44,020
Kinross Gold Corporation	10,000	103,883	85,700
LionOre Mining International	11,800	87,345	75,284
Methanex Corporation	2,000	31,090	37,800
Noranda	2,500	53,745	55,000
Placer Dome	2,800	59,224	70,560
Tembec, Class A	6,700	58,501	55,945
Wheaton River Minerals	15,300	59,303	60,741
		1,084,576	1,122,300

	Number of Shares	Average Cost $	Market Value $
Industrials (0.5%)			
ATS Automation Tooling Systems	6,900	85,718	72,795
Bombardier, Class B	13,000	56,225	37,830
CAE	10,300	63,118	56,650
Canadian National Railway Company	1,000	26,933	61,820
Canadian Pacific Railway	900	30,047	29,421
CP Ships	5,000	109,440	76,750
GSI Lumonics	2,200	31,658	29,040
		403,139	364,306
Consumer Discretionary (0.5%)			
CanWest Global Communications Corp.	9,500	104,951	93,100
CFM Corporation	5,600	58,387	32,088
Quebecor, Class B	2,300	62,255	61,157
Rogers Communications, Class B	1,600	35,861	40,944
Tesma International, Class A	3,300	100,235	99,033
Thomson Corporation	1,500	69,412	65,835
		431,101	392,157
Consumer Staples (0.1%)			
Maple Leaf Foods	2,300	27,692	30,567
Molson, Class A	900	28,819	28,890
		56,511	59,457
Healthcare (0.2%)			
Angiotech Pharmaceuticals	1,200	31,420	30,672
Extendicare (Canada), Class A	6,000	87,640	97,560
		119,060	128,232
Financials (2.6%)			
Bank of Montreal	3,200	118,623	176,960
Bank of Nova Scotia	5,800	104,409	214,310
Canadian Imperial Bank of Commerce	2,500	122,676	169,175
Dundee Wealth Management	5,800	50,745	52,200
Great-West Lifeco	1,300	62,338	66,105
Industrial Alliance Insurance and Financial Services	2,800	114,167	135,520
Manulife Financial Corporation	3,800	149,574	210,520
National Bank of Canada	2,000	80,656	87,740
Power Corporation of Canada	3,100	48,763	89,590
Royal Bank of Canada	4,700	203,174	281,764
Sun Life Financial Services of Canada	4,924	147,228	188,048
TD Group Financial Services	4,500	156,183	207,405
		1,358,536	1,879,337
Information Technology (0.6%)			
ATI Technologies	5,500	113,719	106,590
BCE Emergis	9,700	31,659	34,532
Cedara Software Corp.	3,000	26,871	30,180
Celestica	3,600	88,935	57,780
CGI Group, Class A	3,600	28,720	30,600
Creo Products	6,100	68,941	63,375
Nortel Networks Corporation	31,645	600,190	135,441
Open Text Corporation	1,000	31,019	21,815
Zarlink Semiconductor	700	3,727	2,674
		993,781	482,987
Telecommunication Services (0.5%)			
BCE	6,323	167,907	172,301
Manitoba Telecom Services	800	35,501	33,952
Stratos Global Corporation	7,700	99,112	73,150
Telesystem International Wireless	6,400	77,846	77,120
		380,366	356,523
Utilities (0.1%)			
TransCanada Corporation	3,100	77,655	85,715
Total Canadian Equities		5,596,633	5,832,892
U.S. Equities (3.5%)			
Energy (0.2%)			
Apache Corporation	450	17,584	28,500
Ashland	400	23,834	28,352
Exxon Mobil Corporation	900	49,554	54,976
Occidental Petroleum Corporation	500	19,077	35,345
		110,049	147,173
Materials (0.1%)			
Alcoa	200	9,922	8,491
Boise Cascade Corporation	600	30,298	25,238
Dow Chemical Company	500	26,339	28,552
		66,559	62,281

Desjardins Diversified Secure Fund

Investment Portfolio as at September 30, 2004

U.S. Equities (continued)	Number of Shares	Average Cost $	Market Value $
Industrials (0.3%)			
3M Co.	200	15,422	20,215
Automatic Data Processing	300	22,513	15,667
Boeing Company	300	17,413	19,573
Danaher Corporation	400	24,470	25,925
FedEx Corp.	300	18,920	32,491
General Electric Company	1,400	49,473	59,419
Honeywell International	300	20,582	13,597
United Technologies Corporation	200	21,054	23,605
		189,847	210,492
Consumer Discretionary (0.3%)			
Comcast Corporation, Class A	599	42,297	21,380
Cooper Tire & Rubber Company	700	17,520	17,845
Home Depot	400	13,809	19,818
Kohl's Corporation	200	17,871	12,182
Lowe's Companies	200	10,106	13,739
Marriott International	300	17,192	19,702
Nordstrom	100	5,648	4,833
Target Corporation	400	19,393	22,877
Time Warner	1,200	60,378	24,479
Viacom, Class B	300	20,840	12,725
Wal-Mart Stores	600	43,851	40,343
Walt Disney Company	700	28,041	19,951
Whirlpool Corporation	100	9,598	7,595
		306,544	237,469
Consumer Staples (0.2%)			
Altria Group	400	25,929	23,782
Coca-Cola Company	500	42,123	25,310
Kroger Co.	500	18,362	9,808
Monsanto Company	100	2,921	4,603
PepsiCo	500	32,492	30,744
Procter & Gamble Company	400	24,087	27,361
Supervalu	700	22,057	24,374
Walgreen Co.	400	22,172	18,114
		190,143	164,096
Healthcare (0.4%)			
Abbott Laboratories	200	13,554	10,708
Aetna	100	10,723	12,630
Amgen	200	18,004	14,328
Bausch & Lomb	100	8,639	8,399
Bristol-Myers Squibb Company	600	42,252	17,950
Cardinal Health	200	21,599	11,064
Eli Lilly and Company	200	21,591	15,179
Hospira	50	1,799	1,934
Johnson & Johnson	500	35,193	35,598
Medco Health Solutions	97	3,486	3,788
Medtronic	300	15,901	19,679
Merck & Co.	300	27,676	12,513
Pfizer	1,140	56,931	44,090
Schering-Plough Corporation	600	25,805	14,454
UnitedHealth Group	300	16,698	27,960
Wyeth	200	16,237	9,454
Zimmer Holdings	200	23,776	19,980
		359,864	279,708
Financials (0.6%)			
Allstate Corporation	500	22,419	30,327
American Express Company	500	27,778	32,520
American International Group	300	21,979	25,780
Bank of America Corporation	200	9,481	10,953
Citigroup	900	45,377	50,187
Fannie Mae	100	10,417	8,013
Freddie Mac	100	9,900	8,246
J.P. Morgan Chase & Co.	760	37,686	38,163
Loews Corporation	200	14,059	14,788
MBNA Corporation	700	24,429	22,295
Merrill Lynch & Co.	400	24,713	25,137
Morgan Stanley	200	13,782	12,462
Regions Financial Corporation	1,000	41,321	41,785
St. Paul Travelers Companies	87	4,857	3,635
Torchmark Corporation	500	31,603	33,607
U.S. Bancorp	900	30,888	32,874
Washington Mutual	500	27,413	24,697
Wells Fargo & Company	300	15,612	22,610
		413,714	438,079

	Number of Shares	Average Cost $	Market Value $
Information Technology (0.4%)			
Analog Devices	200	12,662	9,803
Applied Materials	500	17,367	10,421
Cisco Systems	1,100	29,965	25,164
Dell	600	31,225	26,997
Electronic Arts	100	7,203	5,813
EMC Corporation	800	20,300	11,668
Hewlett-Packard Company	600	27,982	14,219
Intel Corporation	900	30,340	22,819
International Business Machines Corporation (IBM)	200	28,117	21,673
Lucent Technologies	1,700	71,852	6,811
Micron Technology	400	15,430	6,082
Microsoft Corporation	1,700	49,019	59,409
Motorola	600	17,020	13,680
Oracle Corporation	1,300	22,344	18,534
QUALCOMM	200	13,616	9,869
Sun Microsystems	1,400	13,371	7,149
Texas Instruments	400	15,216	10,758
VERITAS Software Corporation	200	14,093	4,499
		437,122	285,368
Telecommunication Services (0.1%)			
AT&T Corp.	200	50,991	3,620
AT&T Wireless Services	600	17,764	11,208
BellSouth Corporation	200	12,437	6,855
Nextel Communications, Class A	200	6,662	6,026
SBC Communications	400	26,164	13,119
Sprint Corporation	250	16,330	6,361
Verizon Communications	400	30,306	19,909
		160,654	67,098
Utilities (0.1%)			
Allegheny Energy	700	35,718	14,120
American Electric Power Company	600	37,871	24,237
Constellation Energy Group	200	10,170	10,071
		83,759	48,428
Index-Based Investments (0.8%)			
iShares MSCI Australia Index Fund	3,700	64,739	67,902
iShares MSCI EAFE Index Fund	2,200	380,216	393,313
iShares MSCI Hong Kong Index Fund	900	12,052	12,638
iShares MSCI Japan Index Fund	600	7,287	7,348
iShares MSCI Sweden Index Fund	3,000	60,259	69,767
Standard & Poor's Depositary Receipts	450	75,895	63,559
		600,448	614,527
Total U.S. Equities		2,918,703	2,554,719
Foreign Equities (4.8%)			
Australia (0.1%)			
Australia & New Zealand Banking Group	1,900	32,286	33,081
National Australia Bank	2,800	82,716	69,153
		115,002	102,234
Belgium (0.0%)			
Fortis	1,200	30,307	36,098
Bermuda (0.0%)			
Tyco International	500	24,435	19,376
Denmark (0.1%)			
Danske Bank	1,300	36,837	43,202
Finland (0.1%)			
Nokia	3,000	70,037	52,187
France (0.5%)			
BNP Paribas	750	48,409	61,230
LVMH (Louis Vuitton Moet Hennessy)	250	16,938	21,097
PSA Peugeot Citroën	850	58,604	66,191
Sanofi-Aventis	550	48,434	50,429
Schneider Electric	700	50,767	57,203
Suez	1,700	37,762	46,067
Total	254	40,713	65,400
		301,627	367,617

Investment Portfolio as at September 30, 2004

Foreign Equities (continued)	Number of Shares	Average Cost $	Market Value $
Germany (0.4%)			
Deutsche Bank Aktiengesellschaft	650	46,426	58,934
Deutsche Telekom	1,600	32,540	37,529
E.On	700	44,887	65,116
SAP	250	53,116	49,102
Siemens	800	56,546	74,104
		233,515	284,785
Hong Kong (0.1%)			
Cheung Kong (Holdings)	4,000	34,820	43,275
Ireland (0.1%)			
Allied Irish Banks	800	16,017	16,843
Bank of Ireland	1,300	22,511	22,125
		38,528	38,968
Italy (0.2%)			
Assicurazioni Generali	1,500	48,550	52,163
Enel	1,900	16,155	19,598
Eni	1,930	38,340	54,694
Mediaset	2,600	30,505	37,350
		133,550	163,805
Japan (1.1%)			
Canon	500	29,179	29,710
Chubu Electric Power Company	1,900	51,008	50,782
Daiwa House Industry Co.	2,500	21,759	30,886
Fuji Heavy Industries	5,400	37,471	34,502
Mitsubishi Estate Company	4,000	34,815	52,767
Mitsubishi Heavy Industries	8,800	32,765	31,394
Mizuho Financial Group	5	17,054	23,745
Murata Manufacturing Co.	300	22,152	18,239
Nitto Denko Corporation	1,000	40,935	58,158
Nomura Holdings	2,000	46,652	32,463
NTT DoCoMo	15	45,468	32,176
Oji Paper Co.	4,000	22,339	28,586
Ricoh Company	1,100	25,626	26,183
SECOM Co.	1,100	69,622	48,327
SMC Corporation	450	72,286	54,459
Sony Corporation	400	18,274	17,252
Takeda Pharmaceutical Company	700	56,232	40,149
Tokyo Electric Power Company	1,000	28,772	27,186
Toshiba Corporation	9,000	40,169	41,812
Toyota Motor Corporation	3,000	121,139	145,223
UFJ Holdings	2	11,241	11,081
		844,958	835,080
Netherlands (0.2%)			
Elsevier	2,200	36,041	35,818
Koninklijke (Royal) Philips Electronics	2,000	90,291	57,902
Royal Dutch Petroleum Company	1,300	105,472	84,641
		231,804	178,361
Netherlands Antilles (0.0%)			
Schlumberger	200	16,275	17,015
Singapore (0.1%)			
Haw Par Corporation	331	1,042	1,232
Singapore Press Holdings	11,244	47,762	39,994
		48,804	41,226
Spain (0.2%)			
Banco Bilbao Vizcaya Argentaria	4,000	60,070	69,583
Banco Popular Espanol	450	29,381	31,609
Telefonica	2,600	39,944	49,188
		129,395	150,380
Switzerland (0.4%)			
Credit Suisse Group	1,000	34,386	40,404
Nestlé	300	97,566	86,992
Novartis	1,020	60,793	60,189
Roche Holding	430	49,023	56,241
Zurich Financial Services	100	14,411	18,047
		256,179	261,873

	Number of Shares	Average Cost $	Market Value $
United Kingdom (1.2%)			
AstraZeneca	800	41,908	41,455
BAE Systems	8,100	34,921	41,649
Barclays	4,500	48,358	54,564
BHP Billiton	3,500	25,684	46,563
BP	9,600	105,473	115,855
British American Tobacco	1,600	27,821	29,321
British Sky Broadcasting Group	1,000	16,250	10,964
Diageo	3,200	50,633	50,515
GlaxoSmithKline	2,300	69,921	62,670
HBOS	2,600	45,191	44,374
HSBC Holdings	4,700	81,389	94,301
mm02	10,600	14,416	23,826
Rio Tinto	1,300	37,319	44,196
Royal Bank of Scotland Group	1,300	50,222	47,467
Shire Pharmaceuticals Group	1,600	14,997	19,135
Tesco	8,700	39,771	56,776
Unilever	3,100	44,355	31,897
Vodafone Group	15,200	65,132	45,989
Vodafone Group, ADR	1,160	32,667	35,348
WPP Group	2,500	36,082	29,427
		882,510	926,292
Total Foreign Equities		3,428,583	3,561,774
Total Equities		11,943,919	11,949,385
	Principal Balance Outstanding $	Amortized Cost $	
Mortgage-Backed Securities (0.3%)			
Toronto-Dominion Bank NHA 5.375%, 2028-07-01	190,940	182,279	191,526
		Average Cost $	
Total Investments (99.3%)		**72,878,536**	**73,054,423**
Other Net Assets (0.7%)			520,345
Net Assets (100%)			**73,574,768**

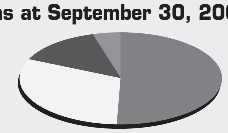
Objective

The objective of the Desjardins Diversified Moderate Fund is to obtain the best possible return while protecting capital invested on a three-year horizon with moderate volatility in the short term.

Portfolio Composition

Following a predetermined allocation model, the assets of this Fund are invested in money market securities and Canadian, U.S. and foreign equities.

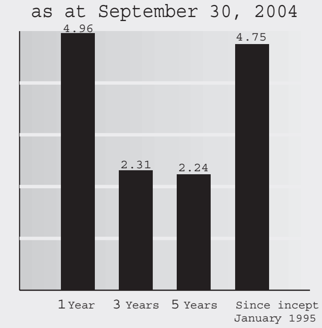
Asset Mix
as at September 30, 2004



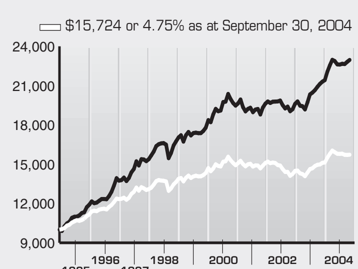
- 50.6% Short-Term Bonds
- 31.2% Equities
  - 15.8% Canadian Equities
  - 9.1% Foreign Equities
  - 6.3% U.S. Equities
- 13.7% Long-Term Bonds and Others
- 4.5% Cash and Cash Equivalents

Average Maturity: 8.67 years
Duration: 5.35 years

Compound Annual Return (in %)
as at September 30, 2004



Growth of a Hypothetical $10,000 Investment Since Inception



Combined Index: 65% SC Universe Bond Index, 20% S&P/TSX Index, 10% MSCI EAFE Index, 5% S&P 500 Index

BALANCED FUNDS

Desjardins Diversified Moderate Fund

Overview

The Desjardins Diversified Moderate Fund had an excellent performance in light of its volatility, with a return of almost 5%.

Top 10 Holdings

Top 10 Holdings	%
1. Government of Canada, stripped, 2004-12-01	7.4
2. Government of Canada, 7.000%, 2006-12-01	4.4
3. Government of Canada, 8.750%, 2005-12-01	4.4
4. Government of Canada, 7.250%, 2007-06-01	3.8
5. Hydro-Québec, 8.500%, 2005-08-15	3.8
6. Province of Ontario, 4.400%, 2008-11-19	3.5
7. TD Group Financial Services, 6.600%, initial rate (until 2005), 2010-04-14	2.4
8. TELUS Corporation, 7.500%, 2006-06-01	2.2
9. NAV CANADA, 6.600%, 2006-12-01	1.8
10. Citigroup Finance Canada, 4.300%, 2005-01-11	1.8
Total	**35.5**

Financial Highlights (unaudited)

	2004*	**2003***	**2002***	**2001****	**2000*****
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 10.779**	$ 10.450	$ 11.183	$ 11.781	$ 12.085
Income and gain on investment operations					
Net investment income (loss)	**0.254**	0.298	0.324	0.280	0.394
Realized and unrealized net gain (loss) on investments	**0.279**	0.332	(0.739)	(0.584)	(0.089)
Total	**0.533**	0.630	(0.415)	(0.304)	0.305
Distributions to investors					
Net investment income	**0.256**	0.301	0.318	0.294	0.406
Net gain on sale of investments	**–**	–	–	–	0.203
Total	**0.256**	0.301	0.318	0.294	0.609
Net Asset Value, End of Year	**$ 11.056**	$ 10.779	$ 10.450	$ 11.183	$ 11.781
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 189,452**	$ 264,304	$ 289,749	$ 348,027	$ 413,942
Average net assets (in thousands)	**$ 243,306**	$ 273,884	$ 330,135	$ 378,112	$ 459,480
Management expense ratio	**2.04%**	2.01%	2.01%	2.01%	1.94%
Management expense ratio before waived fees	**2.14%**	2.16%	2.06%	n.a.	n.a.
Portfolio turnover rate	**73.28%**	86.16%	69.52%	34.20%	71.25%

Years Ended September 30	**2004**	**2003**	**2002**	**2001**	**2000**
Annual return	**4.96%**	6.11%	-3.84%	-4.10%	8.76%

* *Twelve-month period ended September 30*
** *Nine-month period ended September 30*
*** *Twelve-month period ended December 31*

Desjardins Diversified Moderate Fund

Investment Portfolio as at September 30, 2004

Bonds (64.1%)	Par Value $	Average Cost $	Market Value $
Government of Canada (21.8%)			
Broadcast Centre Trust			
7.530%, 2027-05-01	378,337	413,346	457,962
Government of Canada			
stripped, 2004-12-01	14,050,000	13,880,073	13,996,736
8.750%, 2005-12-01	7,760,000	8,818,787	8,271,024
7.000%, 2006-12-01	7,705,000	8,542,538	8,298,451
7.250%, 2007-06-01	6,635,000	7,416,470	7,271,636
6.000%, 2008-06-01	2,000,000	2,151,200	2,153,140
5.500%, 2009-06-01	205,000	217,710	218,200
5.250%, 2012-06-01	650,000	652,669	683,364
		42,092,793	41,350,513
Provincial Governments and Crown Corporations (12.3%)			
Financement-Québec			
4.750%, 2009-12-01	1,730,000	1,734,535	1,764,373
Hydro-Québec			
8.500%, 2005-08-15	6,895,000	7,672,537	7,227,171
11.000%, 2020-08-15	554,000	890,323	882,362
Ontario Hydro Energy			
5.600%, 2008-06-02	785,000	828,646	830,414
8.250%, 2026-06-22	950,000	1,162,200	1,276,011
Province of Ontario			
4.400%, 2008-11-19	6,500,000	6,464,835	6,597,515
6.500%, 2029-03-08	515,000	569,946	580,935
Province of Québec			
7.750%, 2006-03-30	455,000	491,886	485,546
6.500%, 2007-10-01	770,000	837,837	831,089
11.000%, 2009-04-01	560,000	741,871	717,365
5.250%, 2013-10-01	960,000	964,003	978,433
8.500%, 2026-04-01	590,000	728,690	804,046
6.000%, 2029-10-01	325,000	329,589	340,805
		23,416,898	23,316,065
Corporations (30.0%)			
407 International			
6.900%, 2007-12-17	410,000	457,654	445,566
Bank of Montreal			
4.690%, 2011-01-31	250,000	249,945	251,154
Bank of Nova Scotia			
5.190%, 2007-02-19	425,000	424,703	440,279
4.515%, 2008-11-19	3,180,000	3,180,000	3,229,906
BCE, Series C			
7.350%, 2009-10-30	2,590,000	2,956,485	2,900,778
Bell Canada			
11.450%, 2010-04-15	350,000	466,900	465,181
Canadian Imperial Bank of Commerce			
7.000%, 2011-10-23	175,000	190,801	187,314
Canadian Utilities			
8.430%, 2005-06-01	330,000	362,432	342,052
Citigroup Finance Canada			
4.300%, 2005-01-11	3,425,000	3,428,681	3,440,706
Consumers Gas			
6.050%, 2023-07-05	265,000	264,629	267,375
DaimlerChrysler Canada Finance			
7.200%, 2006-05-03	1,850,000	1,921,188	1,950,074
Enbridge			
5.700%, 2005-03-17	250,000	249,975	253,452
5.800%, 2008-07-29	3,200,000	3,110,560	3,387,372
6.800%, 2010-03-10	250,000	249,733	276,130
Gaz Métro Limited Partnership			
10.750%, 2006-12-15	200,000	242,560	230,054
6.050%, 2008-11-10	360,000	359,867	385,129
GE Capital Canada Funding Company			
5.300%, 2007-07-24	2,030,000	2,027,097	2,113,301
George Weston			
5.900%, 2009-02-05	340,000	339,806	360,419
GMAC of Canada			
5.450%, 2005-03-21	140,000	138,813	141,569
Greater Toronto Airports Authority			
6.700%, 2010-07-19	2,200,000	2,283,600	2,401,771
6.250%, 2012-01-30	235,000	234,878	249,802
6.980%, 2032-10-05	320,000	319,722	340,363
Hydro One			
6.940%, 2005-06-03	2,200,000	2,340,580	2,260,019
6.930%, 2032-06-01	330,000	344,190	373,562
John Deere Credit			
4.450%, 2005-04-01	1,350,000	1,349,825	1,361,903

	Par Value $	Average Cost $	Market Value $
Loblaw Companies			
6.000%, 2008-06-02	3,100,000	3,058,183	3,300,313
Molson			
6.000%, 2008-06-02	2,426,000	2,392,657	2,563,043
NAV CANADA			
6.600%, 2006-12-01	3,244,000	3,470,561	3,454,583
Nova Scotia Power			
8.850%, 2025-05-19	200,000	258,020	254,194
Power Financial Corporation			
6.900%, 2033-03-11	125,000	125,554	134,918
Provigo			
6.350%, 2004-12-01	450,000	461,162	452,684
Royal Bank of Canada			
6.500%, 2011-09-12	290,000	310,068	306,792
3.960%, 2014-01-27	1,915,000	1,914,311	1,893,047
5.450%, initial rate (until 2013) 2018-11-04	195,000	195,000	198,466
Suncor Energy			
6.800%, 2007-03-05	400,000	423,568	428,657
Sun Life Assurance Company of Canada			
6.150%, 2012-06-30	2,725,000	2,753,885	2,895,913
TD Group Financial Services			
6.600%, initial rate (until 2005) 2010-04-14	4,400,000	4,683,800	4,486,830
TELUS Corporation			
7.500%, 2006-06-01	4,000,000	4,178,000	4,249,795
Toyota Credit Canada			
6.750%, 2004-11-09	2,710,000	2,709,214	2,720,838
Wells Fargo Financial Canada Corporation			
5.100%, 2006-10-26	165,000	169,539	170,526
Westcoast Energy			
9.700%, 2004-11-15	1,271,000	1,404,188	1,281,017
		56,002,334	56,846,847
Total Bonds		121,512,025	121,513,425

Equities (31.2%)	Number of Shares	Average Cost $	Market Value $
Canadian Equities (15.8%)			
Energy (2.6%)			
Enbridge	7,300	330,051	385,075
EnCana Corporation	23,886	926,369	1,393,748
Ensign Resource Service Group	19,000	411,832	439,850
Opti Canada	25,300	511,823	480,700
Petro-Canada	16,400	570,368	1,078,136
PetroKazakhstan, Class A	5,587	205,984	239,738
ShawCor, Class A	13,600	184,413	159,800
Talisman Energy	19,800	318,226	649,242
UTS Energy Corporation	114,000	71,820	98,040
UTS Energy Corporation Warrants, 2005-07-09	57,000	7,980	12,540
		3,538,866	4,936,869
Materials (3.0%)			
Abitibi-Consolidated	36,401	397,932	289,388
Agnico-Eagle Mines	6,400	110,759	114,880
Agrium	19,000	379,247	426,550
Alcan	9,700	475,701	586,850
Barrick Gold Corporation	17,200	484,314	457,520
Canfor Corporation	9,500	140,132	151,525
Falconbridge	8,400	267,609	282,240
FNX Mining Company	61,700	335,893	394,880
Gerdau Ameristeel Corporation	52,100	264,933	323,020
IPSCO	6,900	173,115	243,363
Ivanhoe Mines	31,500	206,885	223,650
Kinross Gold Corporation	50,500	528,058	432,785
LionOre Mining International	60,600	449,718	386,628
Methanex Corporation	10,200	158,327	192,780
Noranda	13,000	279,512	286,000
Placer Dome	14,400	302,105	362,880
Tembec, Class A	34,500	301,235	288,075
Wheaton River Minerals	77,200	298,953	306,484
		5,554,428	5,749,498

Investment Portfolio as at September 30, 2004

Canadian Equities (continued)	Number of Shares	Average Cost $	Market Value $
Industrials (1.0%)			
ATS Automation Tooling Systems	35,000	435,451	369,250
Bombardier, Class B	66,000	285,449	192,060
CAE	52,000	318,624	286,000
Canadian National Railway Company	5,250	141,967	324,555
Canadian Pacific Railway	4,600	153,650	150,374
CP Ships	25,200	552,490	386,820
GSI Lumonics	11,000	158,290	145,200
		2,045,921	1,854,259
Consumer Discretionary (1.1%)			
CanWest Global Communications Corp.	48,300	538,082	473,340
CFM Corporation	28,500	296,194	163,305
Quebecor, Class B	11,600	313,718	308,444
Rogers Communications, Class B	8,400	188,959	214,956
Tesma International, Class A	17,100	518,728	513,171
Thomson Corporation	7,500	349,494	329,175
		2,205,175	2,002,391
Consumer Staples (0.2%)			
Maple Leaf Foods	11,600	139,664	154,164
Molson, Class A	4,800	153,551	154,080
		293,215	308,244
Healthcare (0.3%)			
Angiotech Pharmaceuticals	6,100	158,752	155,916
Extendicare (Canada), Class A	30,900	451,301	502,434
		610,053	658,350
Financials (5.1%)			
Bank of Montreal	16,300	607,358	901,390
Bank of Nova Scotia	29,200	527,148	1,078,940
Canadian Imperial Bank of Commerce	12,700	621,687	859,409
Dundee Wealth Management	29,100	254,744	261,900
Great-West Lifeco	6,400	306,923	325,440
Industrial Alliance Insurance and Financial Services	14,200	576,513	687,280
Manulife Financial Corporation	19,800	777,747	1,096,920
National Bank of Canada	10,100	406,620	443,087
Power Corporation of Canada	16,100	255,934	465,290
Royal Bank of Canada	24,140	1,050,224	1,447,193
Sun Life Financial Services of Canada	24,970	747,198	953,604
TD Group Financial Services	23,000	809,122	1,060,070
		6,941,218	9,580,523
Information Technology (1.3%)			
ATI Technologies	28,600	590,218	554,268
BCE Emergis	49,700	162,164	176,932
Cedara Software Corp.	15,600	139,001	156,936
Celestica	18,500	457,489	296,925
CGI Group, Class A	18,600	148,365	158,100
Creo Products	30,600	347,075	317,912
Nortel Networks Corporation	160,008	3,180,535	684,834
Open Text Corporation	5,300	164,402	115,619
Zarlink Semiconductor	3,400	18,140	12,988
		5,207,389	2,474,514
Telecommunication Services (1.0%)			
BCE	31,970	842,682	871,183
Manitoba Telecom Services	4,000	177,508	169,760
Stratos Global Corporation	40,900	526,007	388,550
Telesystem International Wireless	32,200	391,410	388,010
		1,937,607	1,817,503
Utilities (0.2%)			
TransCanada Corporation	15,900	397,795	439,635
Total Canadian Equities		28,731,667	29,821,786

U.S. Equities (6.3%)	Number of Shares	Average Cost $	Market Value $
Energy (0.4%)			
Apache Corporation	2,540	98,889	160,869
Ashland	1,900	113,247	134,671
ConocoPhillips	1,400	120,250	146,600
Exxon Mobil Corporation	3,600	194,753	219,904
Occidental Petroleum Corporation	2,200	83,482	155,518
		610,621	817,562
Materials (0.2%)			
Alcoa	1,600	79,618	67,927
Boise Cascade Corporation	2,100	106,639	88,332
Dow Chemical Company	1,900	99,858	108,496
Temple-Inland	1,400	113,169	118,820
		399,284	383,575
Industrials (0.5%)			
3M Co.	600	43,955	60,645
Automatic Data Processing	1,400	105,216	73,114
Boeing Company	1,400	85,673	91,340
Cummins	700	58,919	65,373
Danaher Corporation	1,400	87,781	90,738
FedEx Corp.	1,000	65,075	108,304
General Electric Company	6,800	227,884	288,605
Honeywell International	1,700	114,489	77,050
United Technologies Corporation	800	81,544	94,419
		870,536	949,588
Consumer Discretionary (0.5%)			
Comcast Corporation, Class A	1,800	125,352	64,247
Cooper Tire & Rubber Company	2,900	73,399	73,929
Home Depot	2,200	65,629	108,999
Kohl's Corporation	900	79,949	54,817
Lowe's Companies	1,300	65,879	89,301
Marriott International	1,600	92,714	105,076
Nordstrom	300	16,944	14,499
Target Corporation	1,800	85,640	102,945
Time Warner	4,800	251,374	97,917
Viacom, Class B	99	6,955	4,199
Wal-Mart Stores	2,300	165,839	154,651
Walt Disney Company	2,900	117,893	82,653
Whirlpool Corporation	1,200	117,452	91,138
		1,265,019	1,044,371
Consumer Staples (0.4%)			
Altria Group	2,200	139,312	130,799
Coca-Cola Company	2,300	196,697	116,424
Kroger Co.	2,400	87,274	47,078
Monsanto Company	400	11,589	18,413
PepsiCo	2,100	132,526	129,127
Procter & Gamble Company	2,700	166,272	184,687
Supervalu	2,800	86,550	97,497
Walgreen Co.	1,900	107,503	86,043
		927,723	810,068
Healthcare (0.7%)			
Abbott Laboratories	1,900	121,612	101,724
Allergan	500	52,727	45,816
Amgen	1,100	98,530	78,802
Bausch & Lomb	600	51,835	50,392
Bristol-Myers Squibb Company	2,200	157,185	65,816
Cardinal Health	900	98,158	49,789
Eli Lilly and Company	800	86,345	60,718
Johnson & Johnson	2,100	150,318	149,511
Medco Health Solutions	270	9,704	10,545
Medtronic	1,700	90,519	111,514
Merck & Co.	1,500	134,308	62,563
Pfizer	5,580	275,996	215,809
Schering-Plough Corporation	2,100	89,732	50,589
UnitedHealth Group	1,400	77,259	130,480
Wyeth	1,400	109,009	66,178
		1,603,237	1,250,246

Desjardins Diversified Moderate Fund

Investment Portfolio as at September 30, 2004

U.S. Equities (continued)	Number of Shares	Average Cost $	Market Value $
Financials (1.1%)			
Allstate Corporation	2,000	88,232	121,309
American Express Company	2,200	124,519	143,089
American International Group	1,100	79,784	94,526
Bank of America Corporation	2,400	113,122	131,436
Citigroup	3,400	165,394	189,596
Fannie Mae	800	83,891	64,105
Freddie Mac	700	68,708	57,720
J.P. Morgan Chase & Co.	3,400	170,451	170,731
Loews Corporation	1,400	91,180	103,514
MBNA Corporation	2,800	97,711	89,181
Merrill Lynch & Co.	1,500	92,904	94,262
Morgan Stanley	1,800	123,471	112,159
Regions Financial Corporation	3,800	157,053	158,782
St. Paul Travelers Companies	303	16,636	12,661
Torchmark Corporation	1,700	107,256	114,264
U.S. Bancorp	3,900	133,472	142,455
Washington Mutual	1,800	98,803	88,908
Wells Fargo & Company	1,700	83,262	128,123
		1,895,849	2,016,821
Information Technology (0.7%)			
Analog Devices	800	49,458	39,211
Applied Materials	2,900	103,637	60,441
Cisco Systems	5,900	163,649	134,972
Dell	2,500	134,786	112,487
Electronic Arts	500	36,017	29,063
EMC Corporation	3,500	95,979	51,049
Hewlett-Packard Company	3,500	165,371	82,944
Intel Corporation	4,800	161,617	121,699
International Business Machines Corporation (IBM)	900	128,959	97,530
Lucent Technologies	5,700	233,625	22,837
Micron Technology	1,300	51,129	19,766
Microsoft Corporation	8,500	262,214	297,049
Motorola	3,200	93,016	72,963
Oracle Corporation	6,600	100,737	94,095
QUALCOMM	1,300	92,854	64,146
Sun Microsystems	5,000	44,344	25,531
Texas Instruments	2,400	91,656	64,550
VERITAS Software Corporation	1,100	79,963	24,747
		2,089,011	1,415,080
Telecommunication Services (0.2%)			
AT&T Corp.	800	213,526	14,479
AT&T Wireless Services	3,400	100,516	63,514
BellSouth Corporation	2,000	123,155	68,554
Nextel Communications, Class A	1,100	36,639	33,145
SBC Communications	2,400	159,157	78,716
Sprint Corporation	750	45,568	19,082
Verizon Communications	2,000	152,904	99,545
		831,465	377,035
Utilities (0.1%)			
Allegheny Energy	2,000	103,395	40,344
American Electric Power Company	2,000	127,417	80,789
Constellation Energy Group	1,700	87,101	85,602
		317,913	206,735
Index-Based Investments (1.5%)			
iShares MSCI Australia Index Fund	23,600	412,945	433,104
iShares MSCI EAFE Index Fund	9,000	1,555,423	1,609,001
iShares MSCI Hong Kong Index Fund	4,600	61,598	64,593
iShares MSCI Italy Index Fund	500	13,441	13,536
iShares MSCI Japan Index Fund	4,900	59,507	60,011
iShares MSCI Sweden Index Fund	16,500	331,425	383,721
Standard & Poor's Depositary Receipts	1,300	224,891	183,614
		2,659,230	2,747,580
Total U.S. Equities		13,469,888	12,018,661

Foreign Equities (9.1%)	Number of Shares	Average Cost $	Market Value $
Australia (0.3%)			
Australia & New Zealand Banking Group	8,800	149,537	153,216
National Australia Bank	13,350	393,698	329,711
		543,235	482,927
Belgium (0.1%)			
Fortis	9,000	227,303	270,732
Bermuda (0.1%)			
Tyco International	2,500	118,880	96,878
Denmark (0.1%)			
Danske Bank	6,500	183,016	216,011
Finland (0.1%)			
Nokia	12,650	292,760	220,055
France (0.9%)			
BNP Paribas	4,100	265,009	334,725
LVMH (Louis Vuitton Moet Hennessy)	1,350	93,702	113,924
PSA Peugeot Citroën	4,300	293,058	334,851
Sanofi-Aventis	2,650	215,819	242,974
Schneider Electric	4,000	291,685	326,875
Suez	2,050	45,227	55,552
Total	1,245	200,922	320,564
		1,405,422	1,729,465
Germany (0.7%)			
Deutsche Bank Aktiengesellschaft	2,350	169,617	213,070
Deutsche Telekom	8,210	166,892	192,573
E.On	3,850	246,894	358,138
SAP	700	148,724	137,485
Siemens	3,750	269,682	347,364
		1,001,809	1,248,630
Hong Kong (0.1%)			
Cheung Kong (Holdings)	21,000	186,000	227,193
Ireland (0.1%)			
Allied Irish Banks	3,100	62,067	65,267
Bank of Ireland	5,500	95,238	93,604
		157,305	158,871
Italy (0.4%)			
Assicurazioni Generali	6,500	208,909	226,042
Enel	8,200	69,724	84,583
Eni	10,480	207,960	296,989
Mediaset	11,400	133,918	163,767
		620,511	771,381
Japan (2.1%)			
Canon	6,300	365,498	374,345
Chubu Electric Power Company	7,500	201,347	200,456
Daiwa House Industry Co.	10,500	96,309	129,720
Fuji Heavy Industries	24,900	170,982	159,095
Ito-Yokado	3,000	180,133	130,081
Mitsubishi Estate Company	21,000	190,085	277,025
Mitsubishi Heavy Industries	38,000	141,989	135,564
Mizuho Financial Group	25	85,271	118,725
Murata Manufacturing Co.	1,500	110,762	91,194
Nitto Denko Corporation	4,100	176,582	238,448
Nomura Holdings	8,000	179,356	129,852
NTT DoCoMo	74	224,160	158,736
Oji Paper Co.	33,000	187,832	235,832
Ricoh Company	4,300	100,174	102,350
SECOM Co.	3,500	222,803	153,769
SMC Corporation	2,300	369,461	278,344
Sony Corporation	2,200	100,766	94,888
Takeda Pharmaceutical Company	2,400	184,520	137,652
Tokyo Electric Power Company	4,000	115,090	108,745
Toshiba Corporation	39,000	177,428	181,184
Toyota Motor Corporation	10,400	409,499	503,439
UFJ Holdings	11	61,825	60,945
		4,051,872	4,000,389
Netherlands (0.4%)			
Elsevier	9,900	160,938	161,182
Koninklijke (Royal) Philips Electronics	8,500	392,051	246,083
Royal Dutch Petroleum Company	6,600	529,795	429,714
		1,082,784	836,979

Investment Portfolio as at September 30, 2004

Foreign Equities (continued)	Number of Shares	Average Cost $	Market Value $
Netherlands Antilles (0.0%)			
Schlumberger	500	40,512	42,537
Singapore (0.1%)			
Haw Par Corporation	1,452	4,573	5,404
Singapore Press Holdings	59,075	255,669	210,124
		260,242	215,528
Spain (0.4%)			
Banco Bilbao Vizcaya Argentaria	18,500	276,230	321,820
Banco Popular Espanol	2,300	150,370	161,557
Telefonica	13,900	214,019	262,968
		640,619	746,345
Switzerland (0.7%)			
Credit Suisse Group	4,700	166,342	189,899
Nestlé	1,400	457,357	405,966
Novartis	6,250	365,283	368,806
Roche Holding	1,750	202,726	228,888
Zurich Financial Services	250	36,557	45,119
		1,228,265	1,238,678
United Kingdom (2.5%)			
AstraZeneca	3,500	185,672	181,366
BAE Systems	53,500	206,878	275,089
Barclays	19,400	210,309	235,232
BHP Billiton	23,100	174,458	307,313
BP	40,400	442,293	487,555
British American Tobacco	7,000	121,716	128,277
British Sky Broadcasting Group	4,500	66,825	49,340
Diageo	13,500	212,839	213,110
GlaxoSmithKline	12,200	369,718	332,423
HBOS	12,400	213,589	211,631
HSBC Holdings	21,020	367,205	421,747
mm02	78,100	106,298	175,551
Rio Tinto	7,600	219,553	258,376
Royal Bank of Scotland Group	6,900	259,870	251,942
Shire Pharmaceuticals Group	3,000	28,313	35,879
Tesco	56,100	259,809	366,107
Unilever	17,500	245,889	180,065
Vodafone Group	81,334	342,704	246,086
Vodafone Group, ADR	9,260	269,937	282,177
WPP Group	5,000	72,732	58,854
		4,376,607	4,698,120
Total Foreign Equities		16,417,142	17,200,719
Total Equities		58,618,697	59,041,166

	Principal Balance Outstanding $	Amortized Cost $	
Mortgage-Backed Securities (0.2%)			
Toronto-Dominion Bank NHA 5.375%, 2028-07-01	281,863	265,373	282,728

		Average Cost $	
Total Investments (95.5%)		**180,396,095**	**180,837,319**
Other Net Assets (4.5%)			8,615,175
Net Assets (100%)			**189,452,494**

BALANCED FUNDS
Desjardins Diversified Audacious Fund

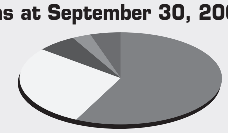
Objective

The objective of the Desjardins Diversified Audacious Fund is to obtain the best possible return with a view to capital conservation on a five-year horizon, despite an increased risk of short-term volatility.

Portfolio Composition

Following a predetermined allocation model, the assets of this Fund are invested in money market securities, fixed income securities and Canadian, U.S. and foreign equities.

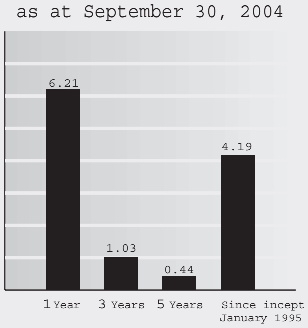
Asset Mix as at September 30, 2004



- 57.2% Equities
  - 30.9% Canadian Equities
  - 14.2% Foreign Equities
  - 12.1% U.S. Equities
- 28.6% Short-Term Bonds
- 6.3% Long-Term Bonds and Others
- 3.0% Mutual Funds
- 4.9% Cash and Cash Equivalents

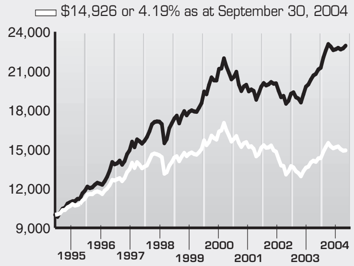
Average Maturity: 8.42 years
Duration: 5.12 years

Compound Annual Return (in %) as at September 30, 2004



Growth of a Hypothetical $10,000 Investment Since Inception

$14,926 or 4.19% as at September 30, 2004



Combined Index: 50% SC Universe Bond Index, 30% S&P/TSX Index, 13% MSCI EAFE Index, 7% S&P 500 Index

Overview

The Desjardins Diversified Audacious Fund achieved a return of more than 6% during the past year despite its heavier proportion of foreign holdings, which saw their value eroded by the growth of the Canadian dollar.

Top 10 Holdings

Top 10 Holdings	%
1. Government of Canada, stripped, 2004-12-01	6.1
2. Desjardins Global Equity Value RSP Fund	3.0
3. Government of Canada, 4.500%, 2007-09-01	2.7
4. Hydro-Québec, 8.500%, 2005-08-15	2.2
5. Government of Canada, 8.750%, 2005-12-01	2.1
6. Province of Ontario, 4.400%, 2008-11-19	2.0
7. Canada Treasury Bills, 2004-11-04	1.9
8. Government of Canada, 7.250%, 2007-06-01	1.7
9. Government of Canada, 7.000%, 2006-12-01	1.7
10. Royal Bank of Canada	1.5
Total	**24.9**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 10.906**	$ 10.321	$ 11.661	$ 12.943	$ 13.657
Income and gain on investment operations					
Net investment income (loss)	**0.119**	0.167	0.177	0.191	0.287
Realized and unrealized net gain (loss) on investments	**0.560**	0.587	(1.265)	(1.271)	(0.188)
Total	**0.679**	0.754	(1.088)	(1.080)	0.099
Distributions to investors					
Net investment income	**0.127**	0.169	0.170	0.202	0.298
Net gain on sale of investments	**–**	–	0.082	–	0.515
Total	**0.127**	0.169	0.252	0.202	0.813
Net Asset Value, End of Year	**$ 11.458**	$ 10.906	$ 10.321	$ 11.661	$ 12.943
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 103,001**	$ 137,515	$ 145,734	$ 188,185	$ 230,232
Average net assets (in thousands)	**$ 128,969**	$ 140,950	$ 178,489	$ 209,821	$ 249,929
Management expense ratio	**2.16%**	2.14%	2.14%	2.14%	2.06%
Management expense ratio before waived fees	**2.29%**	2.30%	2.19%	n.a.	n.a.
Portfolio turnover rate	**66.28%**	56.78%	62.49%	38.08%	90.06%

Years Ended September 30	**2004**	**2003**	**2002**	**2001**	**2000**
Annual return	**6.21%**	7.37%	-9.58%	-12.14%	12.84%

* *Twelve-month period ended September 30*
** *Nine-month period ended September 30*
*** *Twelve-month period ended December 31*

Investment Portfolio as at September 30, 2004

Equities (57.2%)	Number of Shares	Average Cost $	Market Value $
Canadian Equities (30.9%)			
Energy (5.2%)			
Enbridge	7,800	352,869	411,450
EnCana Corporation	25,451	984,251	1,485,066
Ensign Resource Service Group	20,100	435,249	465,315
Opti Canada	27,400	555,016	520,600
Petro-Canada	17,600	641,957	1,157,025
PetroKazakhstan, Class A	6,032	222,392	258,833
ShawCor, Class A	14,500	196,535	170,375
Talisman Energy	22,300	359,162	731,217
UTS Energy Corporation	120,500	75,915	103,630
UTS Energy Corporation Warrants, 2005-07-09	60,250	8,435	13,255
		3,831,781	5,316,766
Materials (5.9%)			
Abitibi-Consolidated	38,554	417,723	306,504
Agnico-Eagle Mines	6,900	119,413	123,855
Agrium	20,100	400,808	451,245
Alcan	10,200	499,940	617,100
Barrick Gold Corporation	18,200	512,438	484,120
Canfor Corporation	10,300	151,934	164,285
Falconbridge	8,800	280,829	295,680
FNX Mining Company	64,600	352,042	413,440
Gerdau Ameristeel Corporation	55,100	280,331	341,620
IPSCO	7,300	183,134	257,471
Ivanhoe Mines	33,000	216,960	234,300
Kinross Gold Corporation	53,200	559,072	455,924
LionOre Mining International	64,500	480,403	411,510
Methanex Corporation	10,900	169,186	206,010
Noranda	14,000	301,269	308,000
Placer Dome	15,400	321,888	388,080
Tembec, Class A	37,300	325,639	311,455
Wheaton River Minerals	80,900	313,278	321,173
		5,886,287	6,091,772
Industrials (1.9%)			
ATS Automation Tooling Systems	36,700	456,978	387,185
Bombardier, Class B	70,000	302,748	203,700
CAE	54,700	335,182	300,850
Canadian National Railway Company	5,550	147,996	343,101
Canadian Pacific Railway	6,100	203,757	199,409
CP Ships	26,600	583,257	408,310
GSI Lumonics	11,500	165,485	151,800
		2,195,403	1,994,355
Consumer Discretionary (2.1%)			
CanWest Global Communications Corp.	50,800	570,495	497,840
CFM Corporation	30,100	313,240	172,473
Quebecor, Class B	12,500	337,766	332,375
Rogers Communications, Class B	9,000	201,792	230,310
Tesma International, Class A	18,300	554,435	549,183
Thomson Corporation	7,800	361,268	342,342
		2,338,996	2,124,523
Consumer Staples (0.3%)			
Maple Leaf Foods	12,400	149,296	164,796
Molson, Class A	5,100	163,147	163,710
		312,443	328,506
Healthcare (0.7%)			
Angiotech Pharmaceuticals	6,600	172,806	168,696
Extendicare (Canada), Class A	33,200	484,925	539,832
		657,731	708,528
Financials (9.9%)			
Bank of Montreal	17,200	630,334	951,160
Bank of Nova Scotia	30,900	556,483	1,141,755
Canadian Imperial Bank of Commerce	13,800	664,527	933,846
Dundee Wealth Management	30,500	267,027	274,500
Great-West Lifeco	6,700	321,324	340,695
Industrial Alliance Insurance and Financial Services	15,000	612,548	726,000
Manulife Financial Corporation	21,100	823,463	1,168,940
National Bank of Canada	10,900	439,330	478,183
Power Corporation of Canada	18,100	291,704	523,090
Royal Bank of Canada	25,720	1,099,565	1,541,914
Sun Life Financial Services of Canada	26,184	783,260	999,967
TD Group Financial Services	24,600	856,532	1,133,814
		7,346,097	10,213,864

	Number of Shares	Average Cost $	Market Value $
Information Technology (2.6%)			
ATI Technologies	31,000	639,555	600,780
BCE Emergis	52,800	172,212	187,968
Cedara Software Corp.	16,800	149,729	169,008
Celestica	19,700	487,502	316,185
CGI Group, Class A	19,600	156,340	166,600
Creo Products	32,100	365,439	333,496
Nortel Networks Corporation	167,941	3,275,618	718,787
Open Text Corporation	5,700	176,809	124,345
Zarlink Semiconductor	3,500	18,672	13,370
		5,441,876	2,630,539
Telecommunication Services (1.8%)			
BCE	33,723	892,360	918,952
Manitoba Telecom Services	4,200	186,383	178,248
Stratos Global Corporation	42,300	544,421	401,850
Telesystem International Wireless	33,900	412,120	408,495
		2,035,284	1,907,545
Utilities (0.5%)			
TransCanada Corporation	17,100	428,343	472,815
Total Canadian Equities		30,474,241	31,789,213
U.S. Equities (12.1%)			
Energy (0.9%)			
Apache Corporation	2,530	96,856	160,235
Ashland	1,300	81,706	92,144
ConocoPhillips	1,100	97,198	115,186
Exxon Mobil Corporation	5,100	296,047	311,531
Occidental Petroleum Corporation	2,900	112,356	205,001
		684,163	884,097
Materials (0.4%)			
Alcoa	1,200	64,248	50,945
Boise Cascade Corporation	2,100	111,597	88,332
Dow Chemical Company	2,400	128,081	137,048
Temple-Inland	1,400	113,169	118,820
		417,095	395,145
Industrials (1.1%)			
3M Co.	1,800	136,411	181,934
Automatic Data Processing	1,600	122,085	83,559
Boeing Company	1,300	88,887	84,815
Danaher Corporation	1,400	85,646	90,738
FedEx Corp.	1,600	100,161	173,286
General Electric Company	7,300	321,895	309,826
Honeywell International	2,100	136,026	95,179
United Technologies Corporation	1,200	123,175	141,628
		1,114,286	1,160,965
Consumer Discretionary (1.3%)			
Comcast Corporation, Class A	3,100	202,899	110,647
Cooper Tire & Rubber Company	3,100	78,849	79,028
Home Depot	2,900	121,675	143,680
Kohl's Corporation	1,200	107,205	73,089
Lowe's Companies	1,500	75,861	103,040
Marriott International	1,500	92,533	98,509
Nordstrom	600	33,889	28,999
Target Corporation	1,600	77,888	91,507
Time Warner	7,100	436,140	144,836
Viacom, Class B	2,000	143,213	84,833
Wal-Mart Stores	3,200	229,809	215,167
Walt Disney Company	3,300	135,979	94,053
Whirlpool Corporation	1,300	129,446	98,732
		1,865,386	1,366,120
Consumer Staples (0.9%)			
Altria Group	2,600	172,936	154,580
Coca-Cola Company	2,600	211,271	131,610
Kroger Co.	3,100	119,021	60,809
Monsanto Company	500	13,851	23,016
PepsiCo	2,500	162,391	153,722
Procter & Gamble Company	3,000	172,361	205,207
Supervalu	3,500	110,142	121,872
Walgreen Co.	1,600	89,677	72,457
		1,051,650	923,273

Investment Portfolio as at September 30, 2004

U.S. Equities (continued)	Number of Shares	Average Cost $	Market Value $
Healthcare (1.5%)			
Abbott Laboratories	1,400	93,103	74,955
Aetna	400	42,892	50,521
Allergan	600	63,272	54,980
Amgen	1,500	133,352	107,457
Boston Scientific Corporation	800	45,556	40,172
Bristol-Myers Squibb Company	3,100	233,625	92,741
Cardinal Health	800	89,817	44,257
Eli Lilly and Company	1,300	142,633	98,667
Johnson & Johnson	2,900	211,199	206,467
Medco Health Solutions	458	16,462	17,887
Medtronic	1,300	76,188	85,276
Merck & Co.	1,100	100,885	45,880
Pfizer	7,540	394,634	291,613
Schering-Plough Corporation	3,100	147,633	74,679
UnitedHealth Group	1,800	97,606	167,760
Wyeth	1,600	132,244	75,632
Zimmer Holdings	300	35,664	29,970
		2,056,765	1,558,914
Financials (2.3%)			
Allstate Corporation	2,300	116,762	139,506
American Express Company	2,200	124,363	143,089
American International Group	1,900	166,495	163,272
Bank of America Corporation	3,400	156,138	186,201
Citigroup	4,400	252,837	245,359
Fannie Mae	1,000	113,094	80,131
Freddie Mac	1,100	110,349	90,703
J.P. Morgan Chase & Co.	4,236	219,894	212,710
Loews Corporation	1,500	112,642	110,907
MBNA Corporation	3,400	119,329	108,291
Merrill Lynch & Co.	1,600	110,247	100,546
Morgan Stanley	2,000	151,687	124,621
Regions Financial Corporation	3,300	137,767	137,889
St. Paul Travelers Companies	433	27,677	18,093
Torchmark Corporation	2,300	148,006	154,593
U.S. Bancorp	3,200	110,545	116,886
Washington Mutual	1,800	100,365	88,908
Wells Fargo & Company	1,700	90,706	128,123
		2,368,903	2,349,828
Information Technology (1.6%)			
Analog Devices	1,300	82,186	63,718
Applied Materials	2,800	98,307	58,357
Cisco Systems	6,100	166,658	139,548
Dell	2,800	138,423	125,986
Electronic Arts	700	50,423	40,689
EMC Corporation	4,300	124,685	62,717
Hewlett-Packard Company	4,000	176,664	94,793
Intel Corporation	5,100	187,944	129,305
International Business Machines Corporation (IBM)	1,700	254,682	184,224
Lucent Technologies	8,700	276,220	34,857
Micron Technology	2,000	88,219	30,410
Microsoft Corporation	9,100	340,743	318,017
Motorola	3,400	93,681	77,523
Oracle Corporation	6,900	128,425	98,372
QUALCOMM	2,000	135,586	98,686
Sun Microsystems	7,600	95,178	38,807
Texas Instruments	2,300	94,468	61,860
VERITAS Software Corporation	1,300	93,686	29,247
		2,626,178	1,687,116
Telecommunication Services (0.4%)			
AT&T Corp.	1,300	323,186	23,529
AT&T Wireless Services	4,400	122,627	82,194
BellSouth Corporation	1,800	112,358	61,699
Nextel Communications, Class A	1,100	36,639	33,145
SBC Communications	2,400	159,192	78,716
Sprint Corporation	1,150	77,741	29,259
Verizon Communications	1,800	142,152	89,591
		973,895	398,133

	Number of Shares	Average Cost $	Market Value $
Utilities (0.3%)			
Allegheny Energy	3,100	181,750	62,533
American Electric Power Company	3,100	208,189	125,222
Constellation Energy Group	1,300	66,106	65,460
		456,045	253,215
Index-Based Investments (1.4%)			
iShares MSCI Australia Index Fund	25,700	449,687	471,643
iShares MSCI EAFE Index Fund	1,000	173,298	178,779
iShares MSCI Hong Kong Index Fund	9,600	128,551	134,803
iShares MSCI Italy Index Fund	2,200	59,138	59,560
iShares MSCI Japan Index Fund	17,400	211,311	213,102
iShares MSCI Sweden Index Fund	13,700	275,183	318,605
Standard & Poor's Depositary Receipts	700	117,643	98,869
		1,414,811	1,475,361
Total U.S. Equities		15,029,177	12,452,167
Foreign Equities (14.2%)			
Australia (0.4%)			
Australia & New Zealand Banking Group	6,700	113,852	116,653
National Australia Bank	10,100	293,223	249,444
		407,075	366,097
Belgium (0.2%)			
Fortis	7,200	181,842	216,586
Bermuda (0.1%)			
Tyco International	2,800	165,098	108,504
Denmark (0.1%)			
Danske Bank	4,900	129,248	162,839
Finland (0.2%)			
Nokia	13,200	298,949	229,623
France (1.4%)			
BNP Paribas	4,200	265,591	342,889
LVMH (Louis Vuitton Moet Hennessy)	200	14,301	16,878
PSA Peugeot Citroën	3,650	258,082	284,234
Sanofi-Aventis	2,400	203,426	220,052
Schneider Electric	3,500	266,108	286,016
Suez	3,900	84,995	105,683
Total	948	154,733	244,092
		1,247,236	1,499,844
Germany (1.1%)			
Deutsche Bank Aktiengesellschaft	2,400	166,016	217,603
Deutsche Telekom	8,200	167,634	192,338
E.On	3,200	197,388	297,673
SAP	650	138,101	127,665
Siemens	2,900	217,601	268,628
		886,740	1,103,907
Hong Kong (0.2%)			
Cheung Kong (Holdings)	16,000	177,786	173,099
Ireland (0.1%)			
Allied Irish Banks	2,600	52,056	54,740
Bank of Ireland	4,200	72,727	71,479
		124,783	126,219
Italy (0.6%)			
Assicurazioni Generali	6,250	202,734	217,348
Enel	6,300	53,568	64,984
Eni	7,700	150,639	218,207
Mediaset	8,700	97,424	124,980
		504,365	625,519

Investment Portfolio as at September 30, 2004

Foreign Equities (continued)	Number of Shares	Average Cost $	Market Value $
Japan (3.1%)			
Canon	4,200	230,671	249,563
Chubu Electric Power Company	6,200	166,447	165,710
Daiwa House Industry Co.	8,100	70,302	100,070
Fuji Heavy Industries	30,500	196,164	194,875
Ito-Yokado	3,600	243,107	156,097
Mitsubishi Estate Company	16,000	220,940	211,066
Mitsubishi Heavy Industries	28,600	115,566	102,030
Mizuho Financial Group	16	54,574	75,984
Murata Manufacturing Co.	1,000	73,281	60,796
Nitto Denko Corporation	3,300	228,565	191,921
Nomura Holdings	6,500	142,901	105,505
NTT DoCoMo	48	145,480	102,964
Oji Paper Co.	25,700	192,982	183,663
Ricoh Company	3,500	81,537	83,308
SECOM Co.	3,500	273,921	153,769
SMC Corporation	1,500	240,953	181,529
Sony Corporation	1,400	64,526	60,383
Takeda Pharmaceutical Company	1,600	121,546	91,768
Tokyo Electric Power Company	3,200	92,072	86,996
Toshiba Corporation	32,000	193,908	148,664
Toyota Motor Corporation	10,000	435,928	484,076
UFJ Holdings	7	39,343	38,783
		3,624,714	3,229,520
Netherlands (0.8%)			
Elsevier	7,600	120,586	123,735
Koninklijke (Royal) Philips Electronics	7,200	384,813	208,447
Royal Dutch Petroleum Company	7,200	613,718	468,779
		1,119,117	800,961
Netherlands Antilles (0.1%)			
Schlumberger	800	65,413	68,059
Singapore (0.2%)			
Haw Par Corporation	1,341	4,223	4,991
Singapore Press Holdings	43,775	190,699	155,703
		194,922	160,694
Spain (0.5%)			
Banco Bilbao Vizcaya Argentaria	14,800	220,694	257,456
Banco Popular Espanol	1,800	115,879	126,436
Telefonica	6,550	99,815	123,917
		436,388	507,809
Switzerland (1.1%)			
Credit Suisse Group	5,300	192,813	214,141
Nestlé	1,100	378,336	318,973
Novartis	4,680	275,182	276,162
Roche Holding	1,800	228,590	235,428
Zurich Financial Services	600	103,654	108,285
		1,178,575	1,152,989
United Kingdom (4.0%)			
AstraZeneca	3,900	197,983	202,093
BAE Systems	38,700	183,426	198,989
Barclays	14,300	158,347	173,393
BHP Billiton	25,700	187,189	341,902
BP	30,450	360,099	367,476
British American Tobacco	3,000	52,164	54,976
British Sky Broadcasting Group	3,400	49,577	37,279
Diageo	10,000	157,218	157,859
GlaxoSmithKline	9,200	287,620	250,679
HBOS	9,400	162,473	160,430
HSBC Holdings	15,900	300,018	319,019
mm02	68,300	96,592	153,523
Rio Tinto	8,600	279,975	292,372
Royal Bank of Scotland Group	5,200	194,172	189,870
Tesco	63,700	292,252	415,704
Unilever	16,400	232,043	168,746
Vodafone Group	92,040	398,113	278,478
Vodafone Group, ADR	7,500	214,459	228,545
WPP Group	9,500	161,728	111,822
		3,965,448	4,103,155
Total Foreign Equities		14,707,699	14,635,424
Total Equities		60,211,117	58,876,804

Bonds (34.8%)	Par Value $	Average Cost $	Market Value $
Government of Canada (16.5%)			
Broadcast Centre Trust			
7.530%, 2027-05-01	123,722	134,393	149,760
Government of Canada			
stripped, 2004-12-01	6,260,000	6,179,917	6,236,268
8.750%, 2005-12-01	2,020,000	2,277,558	2,153,024
7.000%, 2006-12-01	1,610,000	1,788,273	1,734,005
7.250%, 2007-06-01	1,585,000	1,771,495	1,737,083
4.500%, 2007-09-01	2,700,000	2,727,370	2,771,870
6.000%, 2008-06-01	1,000,000	1,075,600	1,076,570
5.500%, 2009-06-01	55,000	58,410	58,541
5.000%, 2014-06-01	955,000	965,028	983,411
5.750%, 2029-06-01	80,000	84,870	87,280
		17,062,914	16,987,812
Provincial Governments and Crown Corporations (6.8%)			
Financement-Québec			
4.750%, 2009-12-01	480,000	481,258	489,537
Hydro-Québec			
8.500%, 2005-08-15	2,195,000	2,445,760	2,300,746
11.000%, 2020-08-15	139,000	223,372	221,387
Ontario Hydro Energy			
5.600%, 2008-06-02	195,000	205,842	206,281
8.250%, 2026-06-22	195,000	237,200	261,918
Province of Ontario			
4.400%, 2008-11-19	2,000,000	1,989,180	2,030,005
6.500%, 2029-03-08	135,000	150,371	152,284
Province of Québec			
7.750%, 2006-03-30	190,000	204,778	202,755
6.500%, 2007-10-01	280,000	292,194	302,214
11.000%, 2009-04-01	160,000	211,963	204,961
5.250%, 2013-10-01	310,000	311,293	315,952
8.500%, 2026-04-01	170,000	205,637	231,674
6.000%, 2029-10-01	80,000	81,130	83,891
		7,039,978	7,003,605
Corporations (11.5%)			
407 International			
6.900%, 2007-12-17	100,000	111,623	108,675
Bank of Montreal			
4.690%, 2011-01-31	75,000	74,984	75,346
Bank of Nova Scotia			
4.515%, 2008-11-19	120,000	120,000	121,883
BCE, Series C			
7.350%, 2009-10-30	740,000	844,710	828,794
Canadian Imperial Bank of Commerce			
7.000%, 2011-10-23	50,000	54,515	53,518
Canadian Utilities			
8.430%, 2005-06-01	740,000	812,727	767,026
Citigroup Finance Canada			
4.300%, 2005-01-11	940,000	941,012	944,310
Consumers Gas			
6.050%, 2023-07-05	75,000	74,895	75,672
DaimlerChrysler Canada Finance			
7.200%, 2006-05-03	530,000	550,394	558,670
Enbridge			
5.700%, 2005-03-17	115,000	114,989	116,588
6.800%, 2010-03-10	65,000	64,930	71,794
Gaz Métro Limited Partnership			
10.750%, 2006-12-15	35,000	42,448	40,260
GE Capital Canada Funding Company			
5.300%, 2007-07-24	500,000	499,285	520,517
George Weston			
5.900%, 2009-02-05	90,000	89,949	95,405
GMAC of Canada			
5.450%, 2005-03-21	35,000	34,703	35,392
Greater Toronto Airports Authority			
6.700%, 2010-07-19	600,000	622,800	655,028
6.250%, 2012-01-30	65,000	64,966	69,094
Hydro One			
6.940%, 2005-06-03	600,000	638,340	616,369
John Deere Credit			
4.450%, 2005-04-01	370,000	369,952	373,262
Loblaw Companies			
5.400%, 2013-11-20	50,000	49,859	50,676
Molson			
6.000%, 2008-06-02	580,000	569,600	612,764
NAV CANADA			
6.600%, 2006-12-01	850,000	909,364	905,178

Desjardins Diversified Audacious Fund

Investment Portfolio as at September 30, 2004

Bonds (continued)	Par Value $	Average Cost $	Market Value $
Nova Scotia Power			
8.850%, 2025-05-19	60,000	77,406	76,258
Power Financial Corporation			
6.900%, 2033-03-11	35,000	35,155	37,777
Royal Bank of Canada			
5.450%, initial rate (until 2013)			
2018-11-04	55,000	55,000	55,978
Sun Life Assurance Company			
of Canada			
6.150%, 2012-06-30	100,000	101,060	106,272
TD Group Financial Services			
6.600%, initial rate (until 2005)			
2010-04-14	1,200,000	1,277,400	1,223,681
TELUS Corporation			
7.500%, 2006-06-01	500,000	522,250	531,224
Toyota Credit Canada			
6.750%, 2004-11-09	1,045,000	1,044,697	1,049,179
Wells Fargo Financial			
Canada Corporation			
5.100%, 2006-10-26	45,000	46,238	46,507
Westcoast Energy			
9.700%, 2004-11-15	1,000,000	1,128,450	1,007,881
		11,943,701	11,830,978
Total Bonds		36,046,593	35,822,395

	Number of Units	Average Cost $	Market Value $
Mutual Funds (3.0%)			
Desjardins Global Equity			
Value RSP Fund	372,687	2,800,000	3,107,094

	Par Value $	Average Cost $	Market Value $
Money Market Securities (2.8%)			
Canada Treasury Bills			
2004-11-04	1,950,000	1,942,191	1,942,191
2004-12-16	1,000,000	994,960	994,960
		2,937,151	2,937,151

	Principal Balance Outstanding $	Amortized Cost $	Market Value $
Mortgage-Backed Securities (0.1%)			
Toronto-Dominion Bank NHA			
5.375%, 2028-07-01	109,108	104,159	109,443

	Average Cost $	Market Value $
Total Investments (97.9%)	**102,099,020**	**100,852,887**
Other Net Assets (2.1%)		2,148,420
Net Assets (100%)		**103,001,307**

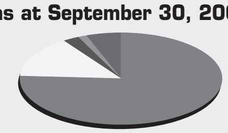
Objective

The objective of the Desjardins Diversified Ambitious Fund is to obtain the best possible return with a view to capital protection on a five-year horizon, despite a high risk of volatility in the short term.

Portfolio Composition

Following a predetermined model, the assets of this Fund are invested in money market securities, fixed income securities and Canadian, U.S. and foreign equities.

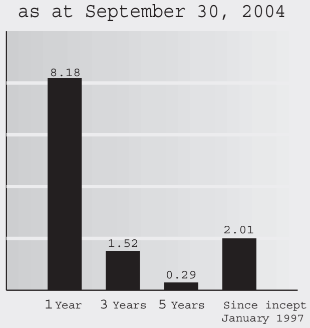
Asset Mix as at September 30, 2004



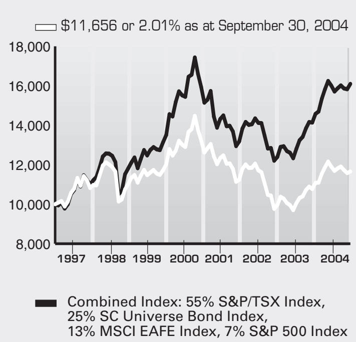
- 76.1% Equities
  - 50.7% Canadian Equities
  - 13.0% U.S. Equities
  - 12.4% Foreign Equities
- 14.6% Short-Term Bonds
- 2.6% Investment Funds
- 1.1% Long-Term Bonds and Others
- 5.6% Cash and Cash Equivalents

Average Maturity: 8.50 years
Duration: 5.13 years

Compound Annual Return (in %) as at September 30, 2004



Growth of a Hypothetical $10,000 Investment Since Inception



BALANCED FUNDS

Desjardins Diversified Ambitious Fund

Overview

Like the Desjardins Diversified Audacious Fund, the Desjardins Diversified Ambitious Fund suffered the consequences of the growth of the Canadian dollar. Given its large proportion of stocks, it is more volatile than the other Diversified Funds. This situation proved to be beneficial, however, since the Fund achieved a return of 8.18% last year.

Top 10 Holdings

	%
1. Desjardins Global Equity Value RSP Fund	2.6
2. Government of Canada, stripped, 2004-12-01	2.6
3. Royal Bank of Canada	2.5
4. EnCana Corporation	2.4
5. Canada Treasury Bills, 2004-11-04	2.0
6. Petro-Canada	1.9
7. Manulife Financial Corporation	1.9
8. TD Group Financial Services	1.8
9. Bank of Nova Scotia	1.8
10. Sun Life Financial Services of Canada	1.6
Total	**21.1**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 9.749**	$ 8.875	$ 10.295	$ 11.961	$ 12.420
Income and gain on investment operations					
Net investment income (loss)	**0.021**	0.061	0.059	0.081	0.116
Realized and unrealized net gain (loss) on investments	**0.777**	0.850	(1.297)	(1.657)	(0.064)
Total	**0.798**	0.911	(1.238)	(1.576)	0.052
Distributions to investors					
Net investment income	**0.019**	0.037	0.048	0.090	0.117
Net gain on sale of investments	**–**	–	0.134	–	0.394
Total	**0.019**	0.037	0.182	0.090	0.511
Net Asset Value, End of Year	**$ 10.528**	$ 9.749	$ 8.875	$ 10.295	$ 11.961
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 34,148**	$ 43,071	$ 43,061	$ 54,620	$ 68,925
Average net assets (in thousands)	**$ 41,464**	$ 43,014	$ 53,146	$ 62,579	$ 72,730
Management expense ratio	**2.22%**	2.20%	2.20%	2.20%	2.14%
Management expense ratio before waived fees	**2.33%**	2.37%	2.27%	n.a.	n.a.
Portfolio turnover rate	**72.33%**	38.32%	45.67%	33.85%	108.98%

Years Ended September 30	**2004**	**2003**	**2002**	**2001**	**2000**
Annual return	**8.18%**	10.29%	-12.32%	-19.04%	19.75%

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Desjardins Diversified Ambitious Fund

Investment Portfolio as at September 30, 2004

Equities (76.1%)	Number of Shares	Average Cost $	Market Value $
Canadian Equities (50.7%)			
Energy (8.5%)			
Enbridge	4,200	190,088	221,550
EnCana Corporation	13,876	536,154	809,665
Ensign Resource Service Group	11,000	237,864	254,650
Opti Canada	15,100	305,110	286,900
Petro-Canada	9,700	365,123	637,678
PetroKazakhstan, Class A	3,318	122,338	142,375
ShawCor, Class A	7,800	105,601	91,650
Talisman Energy	12,200	195,666	400,038
UTS Energy Corporation	65,000	40,950	55,900
UTS Energy Corporation Warrants, 2005-07-09	32,500	4,550	7,150
		2,103,444	2,907,556
Materials (9.7%)			
Abitibi-Consolidated	20,716	224,982	164,692
Agnico-Eagle Mines	3,700	64,059	66,415
Agrium	11,000	219,207	246,950
Alcan	5,600	275,034	338,800
Barrick Gold Corporation	9,900	277,369	263,340
Canfor Corporation	5,600	82,646	89,320
Falconbridge	4,800	153,024	161,280
FNX Mining Company	35,400	192,625	226,560
Gerdau Ameristeel Corporation	30,200	153,683	187,240
IPSCO	4,000	100,355	141,080
Ivanhoe Mines	17,800	117,212	126,380
Kinross Gold Corporation	29,000	305,159	248,530
LionOre Mining International	34,900	260,120	222,662
Methanex Corporation	5,900	91,634	111,510
Noranda	7,800	168,012	171,600
Placer Dome	8,300	172,027	209,160
Tembec, Class A	20,400	178,092	170,340
Wheaton River Minerals	44,000	169,882	174,680
		3,205,122	3,320,539
Industrials (3.2%)			
ATS Automation Tooling Systems	20,000	248,837	211,000
Bombardier, Class B	37,400	161,754	108,834
CAE	29,800	182,586	163,900
Canadian National Railway Company	3,050	81,078	188,551
Canadian Pacific Railway	3,300	110,263	107,877
CP Ships	14,500	316,477	222,575
GSI Lumonics	6,300	90,657	83,160
		1,191,652	1,085,897
Consumer Discretionary (3.4%)			
CanWest Global Communications Corp.	27,700	312,446	271,460
CFM Corporation	16,000	166,541	91,680
Quebecor, Class B	6,900	186,312	183,471
Rogers Communications, Class B	4,900	110,688	125,391
Tesma International, Class A	10,100	305,982	303,101
Thomson Corporation	4,200	195,606	184,338
		1,277,575	1,159,441
Consumer Staples (0.5%)			
Maple Leaf Foods	6,700	80,668	89,043
Molson, Class A	2,800	89,552	89,880
		170,220	178,923
Healthcare (1.1%)			
Angiotech Pharmaceuticals	3,600	93,599	92,016
Extendicare (Canada), Class A	18,200	265,800	295,932
		359,399	387,948
Financials (16.3%)			
Bank of Montreal	9,400	335,947	519,820
Bank of Nova Scotia	16,700	299,745	617,065
Canadian Imperial Bank of Commerce	7,600	367,984	514,292
Dundee Wealth Management	16,600	145,315	149,400
Great-West Lifeco	3,600	172,654	183,060
Industrial Alliance Insurance and Financial Services	8,100	331,918	392,040
Manulife Financial Corporation	11,500	449,413	637,100
National Bank of Canada	6,000	242,921	263,220
Power Corporation of Canada	9,900	160,168	286,110
Royal Bank of Canada	14,100	634,494	845,295
Sun Life Financial Services of Canada	14,167	424,337	541,038
TD Group Financial Services	13,400	473,534	617,606
		4,038,430	5,566,046

	Number of Shares	Average Cost $	Market Value $
Information Technology (4.2%)			
ATI Technologies	17,000	350,896	329,460
BCE Emergis	28,900	94,213	102,884
Cedara Software Corp.	9,200	81,848	92,552
Celestica	10,700	264,269	171,735
CGI Group, Class A	10,700	85,325	90,950
Creo Products	17,500	199,314	181,812
Nortel Networks Corporation	91,126	1,749,055	390,019
Open Text Corporation	3,000	93,058	65,445
Zarlink Semiconductor	2,000	10,659	7,640
		2,928,637	1,432,497
Telecommunication Services (3.0%)			
BCE	18,207	493,854	496,141
Manitoba Telecom Services	2,200	97,632	93,368
Stratos Global Corporation	22,300	287,072	211,850
Telesystem International Wireless	18,500	225,018	222,925
		1,103,576	1,024,284
Utilities (0.8%)			
TransCanada Corporation	9,400	234,525	259,910
Total Canadian Equities		16,612,580	17,323,041
U.S. Equities (13.0%)			
Energy (1.0%)			
Apache Corporation	970	37,630	61,434
Ashland	500	30,959	35,440
ConocoPhillips	400	35,263	41,886
Exxon Mobil Corporation	1,900	109,930	116,060
Occidental Petroleum Corporation	1,000	39,106	70,690
		252,888	325,510
Materials (0.4%)			
Alcoa	400	21,093	16,982
Boise Cascade Corporation	800	42,079	33,650
Dow Chemical Company	900	47,934	51,393
Temple-Inland	600	48,501	50,923
		159,607	152,948
Industrials (1.2%)			
3M Co.	600	44,580	60,645
Automatic Data Processing	500	38,170	26,112
Boeing Company	400	26,977	26,097
Danaher Corporation	600	36,705	38,888
FedEx Corp.	600	37,098	64,982
General Electric Company	2,600	124,831	110,349
Honeywell International	800	49,379	36,259
United Technologies Corporation	400	41,447	47,209
		399,187	410,541
Consumer Discretionary (1.4%)			
Comcast Corporation, Class A	1,200	75,060	42,831
Cooper Tire & Rubber Company	1,200	30,715	30,592
Home Depot	1,000	42,494	49,545
Kohl's Corporation	400	35,324	24,363
Lowe's Companies	600	29,366	41,216
Marriott International	500	30,681	32,836
Nordstrom	100	5,648	4,833
Target Corporation	600	29,303	34,315
Time Warner	2,200	128,770	44,879
Viacom, Class B	800	58,258	33,933
Wal-Mart Stores	1,100	81,049	73,964
Walt Disney Company	1,200	48,364	34,201
Whirlpool Corporation	500	49,392	37,974
		644,424	485,482
Consumer Staples (1.0%)			
Altria Group	1,000	65,819	59,454
Coca-Cola Company	1,000	80,201	50,619
Kroger Co.	1,100	42,012	21,577
Monsanto Company	200	5,572	9,206
PepsiCo	900	58,955	55,340
Procter & Gamble Company	1,100	62,553	75,243
Supervalu	1,300	40,574	45,267
Walgreen Co.	600	34,046	27,171
		389,732	343,877

Investment Portfolio as at September 30, 2004

U.S. Equities (continued)	Number of Shares	Average Cost $	Market Value $
Healthcare (1.6%)			
Abbott Laboratories	500	33,234	26,769
Aetna	100	10,723	12,630
Allergan	200	21,091	18,327
Amgen	500	44,343	35,819
Boston Scientific Corporation	100	5,695	5,021
Bristol-Myers Squibb Company	1,000	74,010	29,917
Cardinal Health	300	33,040	16,596
Eli Lilly and Company	500	55,451	37,949
Johnson & Johnson	1,100	80,586	78,315
Medco Health Solutions	133	4,780	5,194
Medtronic	400	22,968	26,239
Merck & Co.	400	35,961	16,684
Pfizer	2,560	134,463	99,009
Schering-Plough Corporation	900	41,804	21,681
UnitedHealth Group	700	38,292	65,240
Wyeth	600	50,043	28,362
Zimmer Holdings	100	11,888	9,990
		698,372	533,742
Financials (2.5%)			
Allstate Corporation	900	45,951	54,589
American Express Company	900	50,887	58,536
American International Group	700	62,319	60,153
Bank of America Corporation	1,000	45,542	54,765
Citigroup	1,600	95,613	89,221
Fannie Mae	300	34,711	24,039
Freddie Mac	300	30,596	24,737
J.P. Morgan Chase & Co.	1,688	87,689	84,763
Loews Corporation	600	44,769	44,363
MBNA Corporation	1,200	42,175	38,220
Merrill Lynch & Co.	600	42,618	37,705
Morgan Stanley	800	60,895	49,848
Regions Financial Corporation	1,200	50,259	50,142
St. Paul Travelers Companies	130	8,545	5,432
Torchmark Corporation	700	45,287	47,050
U.S. Bancorp	1,200	41,584	43,832
Washington Mutual	600	33,503	29,636
Wells Fargo & Company	600	35,348	45,220
		858,291	842,251
Information Technology (1.8%)			
Analog Devices	400	25,882	19,606
Applied Materials	1,100	40,238	22,926
Cisco Systems	2,200	59,350	50,329
Dell	1,000	49,459	44,995
Electronic Arts	200	14,407	11,625
EMC Corporation	1,600	52,667	23,337
Hewlett-Packard Company	1,500	65,432	35,547
Intel Corporation	1,800	67,356	45,637
International Business Machines Corporation (IBM)	600	90,630	65,020
Lucent Technologies	2,600	77,107	10,417
Micron Technology	600	29,363	9,123
Microsoft Corporation	3,300	130,285	115,325
Motorola	1,300	34,232	29,641
Oracle Corporation	2,600	50,163	37,068
QUALCOMM	800	52,830	39,474
Sun Microsystems	2,200	27,574	11,234
Texas Instruments	800	31,435	21,517
VERITAS Software Corporation	500	38,298	11,249
		936,708	604,070
Telecommunication Services (0.4%)			
AT&T Corp.	400	94,413	7,240
AT&T Wireless Services	1,600	44,913	29,889
BellSouth Corporation	600	37,090	20,566
Nextel Communications, Class A	400	13,323	12,053
SBC Communications	800	50,214	26,239
Sprint Corporation	350	26,854	8,905
Verizon Communications	600	47,410	29,864
		314,217	134,756
Utilities (0.2%)			
Allegheny Energy	900	50,107	18,155
American Electric Power Company	900	59,339	36,355
Constellation Energy Group	600	30,620	30,212
		140,066	84,722

	Number of Shares	Average Cost $	Market Value $
Index-Based Investments (1.5%)			
iShares MSCI Australia Index Fund	7,600	132,985	139,474
iShares MSCI EAFE Index Fund	300	51,989	53,634
iShares MSCI Hong Kong Index Fund	2,800	37,494	39,317
iShares MSCI Italy Index Fund	650	17,473	17,597
iShares MSCI Japan Index Fund	5,000	60,722	61,236
iShares MSCI Sweden Index Fund	4,000	80,345	93,023
Standard & Poor's Depositary Receipts	700	121,739	98,869
		502,747	503,150
Total U.S. Equities		5,296,239	4,421,049
Foreign Equities (12.4%)			
Australia (0.3%)			
Australia & New Zealand Banking Group	2,000	33,986	34,822
National Australia Bank	2,600	75,374	64,213
		109,360	99,035
Belgium (0.2%)			
Fortis	2,100	53,037	63,171
Bermuda (0.1%)			
Tyco International	1,000	57,477	38,751
Denmark (0.1%)			
Danske Bank	1,400	36,928	46,525
Finland (0.2%)			
Nokia	3,800	85,848	66,104
France (1.3%)			
BNP Paribas	1,300	82,099	106,132
PSA Peugeot Citroën	1,100	78,313	85,660
Sanofi-Aventis	650	57,127	59,597
Schneider Electric	1,000	75,463	81,719
Suez	1,100	27,063	29,808
Total	319	52,622	82,136
		372,687	445,052
Germany (1.0%)			
Deutsche Bank Aktiengesellschaft	700	48,421	63,468
Deutsche Telekom	2,500	51,108	58,640
E.On	950	58,600	88,372
SAP	200	42,492	39,282
Siemens	800	56,615	74,104
		257,236	323,866
Hong Kong (0.1%)			
Cheung Kong (Holdings)	4,000	44,919	43,275
Ireland (0.1%)			
Allied Irish Banks	800	16,017	16,843
Bank of Ireland	1,250	21,645	21,274
		37,662	38,117
Italy (0.5%)			
Assicurazioni Generali	1,800	58,072	62,596
Enel	1,800	15,305	18,567
Eni	2,300	41,105	65,179
Mediaset	2,500	27,995	35,914
		142,477	182,256

Investment Portfolio as at September 30, 2004

Foreign Equities (continued)	Number of Shares	Average Cost $	Market Value $
Japan (2.7%)			
Canon	1,300	68,771	77,246
Chubu Electric Power Company	1,800	48,323	48,109
Daiwa House Industry Co.	2,400	20,840	29,650
Fuji Heavy Industries	8,900	57,241	56,865
Ito-Yokado	1,000	72,772	43,360
Mitsubishi Estate Company	4,000	56,253	52,767
Mitsubishi Heavy Industries	8,300	33,538	29,610
Mizuho Financial Group	5	17,054	23,745
Murata Manufacturing Co.	300	21,984	18,239
Nitto Denko Corporation	1,000	69,718	58,158
Nomura Holdings	1,900	40,550	30,840
NTT DoCoMo	18	54,555	38,611
Oji Paper Co.	7,400	58,961	52,884
Ricoh Company	1,000	23,296	23,802
SECOM Co.	1,000	78,263	43,934
SMC Corporation	400	64,254	48,408
Sony Corporation	500	23,045	21,565
Takeda Pharmaceutical Company	500	37,813	28,678
Tokyo Electric Power Company	900	25,699	24,468
Toshiba Corporation	8,000	50,342	37,166
Toyota Motor Corporation	2,800	129,600	135,541
UFJ Holdings	2	11,241	11,081
		1,064,113	934,727
Netherlands (0.7%)			
Elsevier	2,200	34,907	35,818
Koninklijke (Royal) Philips Electronics	2,100	112,004	60,797
Royal Dutch Petroleum Company	2,100	180,203	136,727
		327,114	233,342
Netherlands Antilles (0.1%)			
Schlumberger	300	24,614	25,522
Singapore (0.1%)			
Haw Par Corporation	403	1,269	1,500
Singapore Press Holdings	12,580	53,714	44,746
		54,983	46,246
Spain (0.4%)			
Banco Bilbao Vizcaya Argentaria	4,700	70,236	81,760
Banco Popular Espanol	500	32,189	35,121
Telefonica	1,400	21,335	26,486
		123,760	143,367
Switzerland (1.0%)			
Credit Suisse Group	1,400	50,932	56,566
Nestlé	300	104,643	86,993
Novartis	1,450	84,554	85,563
Roche Holding	530	67,307	69,320
Zurich Financial Services	200	34,551	36,095
		341,987	334,537
United Kingdom (3.5%)			
AstraZeneca	1,000	50,766	51,819
BAE Systems	15,800	72,264	81,241
Barclays	4,200	46,509	50,927
BHP Billiton	7,471	54,276	99,391
BP	7,800	92,358	94,132
British American Tobacco	200	3,478	3,665
British Sky Broadcasting Group	1,000	14,582	10,964
Diageo	3,100	48,739	48,936
GlaxoSmithKline	2,800	87,537	76,294
HBOS	2,200	38,026	37,547
HSBC Holdings	5,230	98,016	104,935
mm02	20,000	36,527	44,955
Rio Tinto	2,300	74,456	78,193
Royal Bank of Scotland Group	1,700	65,193	62,073
Tesco	18,600	85,337	121,383
Unilever	4,800	69,081	49,389
Vodafone Group	26,708	114,947	80,808
Vodafone Group, ADR	1,980	55,381	60,336
WPP Group	2,400	40,858	28,250
		1,148,331	1,185,238
Total Foreign Equities		4,282,533	4,249,131
Total Equities		26,191,352	25,993,221

Bonds (15.6%)	Par Value $	Average Cost $	Market Value $
Government of Canada (7.1%)			
Broadcast Centre Trust			
7.530%, 2027-05-01	23,310	26,052	28,216
Government of Canada			
stripped, 2004-12-01	875,000	864,749	871,683
8.750%, 2005-12-01	260,000	292,095	277,122
7.000%, 2006-12-01	210,000	233,129	226,175
7.250%, 2007-06-01	305,000	340,652	334,265
4.500%, 2007-09-01	270,000	272,708	277,187
6.000%, 2008-06-01	275,000	295,790	296,057
5.500%, 2009-06-01	15,000	15,930	15,966
5.250%, 2012-06-01	50,000	50,213	52,566
5.000%, 2014-06-01	35,000	35,368	36,041
		2,426,686	2,415,278
Provincial Governments and Crown Corporations (3.4%)			
Financement-Québec			
4.750%, 2009-12-01	70,000	70,166	71,391
Hydro-Québec			
8.500%, 2005-08-15	205,000	226,101	214,876
11.000%, 2020-08-15	36,000	57,945	57,338
Ontario Hydro Energy			
5.600%, 2008-06-02	45,000	47,502	47,603
8.250%, 2026-06-22	65,000	79,202	87,306
Province of Ontario			
4.400%, 2008-11-19	200,000	198,918	203,000
6.500%, 2029-03-08	90,000	100,195	101,523
Province of Québec			
7.750%, 2006-03-30	45,000	49,349	48,021
6.500%, 2007-10-01	95,000	99,137	102,537
11.000%, 2009-04-01	50,000	66,239	64,050
5.250%, 2013-10-01	75,000	75,313	76,440
8.500%, 2026-04-01	50,000	64,609	68,140
6.000%, 2029-10-01	30,000	30,424	31,459
		1,165,100	1,173,684
Corporations (5.1%)			
407 International			
6.900%, 2007-12-17	65,000	72,555	70,639
Bank of Montreal			
4.690%, 2011-01-31	20,000	19,996	20,092
Bank of Nova Scotia			
5.190%, 2007-02-19	35,000	34,976	36,258
4.515%, 2008-11-19	25,000	25,000	25,392
BCE, Series C			
7.350%, 2009-10-30	105,000	119,858	117,599
Bell Canada			
11.450%, 2010-04-15	25,000	33,350	33,227
Canadian Imperial Bank of Commerce			
7.000%, 2011-10-23	20,000	21,806	21,407
Canadian Utilities			
8.430%, 2005-06-01	75,000	82,371	77,739
Citigroup Finance Canada			
4.300%, 2005-01-11	110,000	110,145	110,504
DaimlerChrysler Canada Finance			
7.200%, 2006-05-03	50,000	51,924	52,705
Enbridge			
5.700%, 2005-03-17	25,000	24,998	25,345
6.800%, 2010-03-10	20,000	19,979	22,090
Gaz Métro Limited Partnership			
10.750%, 2006-12-15	25,000	30,320	28,757
6.050%, 2008-11-10	15,000	14,994	16,047
GE Capital Canada Funding Company			
5.300%, 2007-07-24	75,000	74,893	78,078
George Weston			
5.900%, 2009-02-05	25,000	24,986	26,501
GMAC of Canada			
5.450%, 2005-03-21	15,000	14,873	15,168
Greater Toronto Airports Authority			
6.700%, 2010-07-19	60,000	62,280	65,503
6.250%, 2012-01-30	20,000	19,990	21,260
6.980%, 2032-10-05	25,000	24,978	26,591
Hydro One			
6.940%, 2005-06-03	60,000	63,834	61,637
6.400%, 2011-12-01	20,000	21,046	21,857
6.930%, 2032-06-01	30,000	31,290	33,960
John Deere Credit			
4.450%, 2005-04-01	30,000	29,996	30,265

Investment Portfolio as at September 30, 2004

Bonds (continued)	Par Value $	Average Cost $	Market Value $
Loblaw Companies			
6.850%, 2032-03-01	15,000	15,600	16,240
Molson			
6.000%, 2008-06-02	85,000	83,873	89,802
NAV CANADA			
6.600%, 2006-12-01	85,000	90,936	90,518
Nova Scotia Power			
8.850%, 2025-05-19	25,000	32,253	31,774
Power Financial Corporation			
6.900%, 2033-03-11	10,000	10,044	10,793
Provigo			
6.350%, 2004-12-01	25,000	25,863	25,149
Royal Bank of Canada			
6.500%, 2011-09-12	25,000	26,730	26,448
5.450%, initial rate (until 2013)			
2018-11-04	20,000	20,000	20,355
Suncor Energy			
6.800%, 2007-03-05	30,000	31,768	32,149
Sun Life Assurance Company of Canada			
6.150%, 2012-06-30	25,000	25,265	26,568
TD Group Financial Services			
6.600%, initial rate (until 2005)			
2010-04-14	100,000	106,450	101,973
TELUS Corporation			
7.500%, 2006-06-01	100,000	104,450	106,245
Wells Fargo Financial Canada Corporation			
5.100%, 2006-10-26	15,000	15,413	15,502
Westcoast Energy			
9.700%, 2004-11-15	100,000	112,834	100,787
		1,731,917	1,732,924
Total Bonds		5,323,703	5,321,886

	Par Value $	Average Cost $	Market Value $
Money Market Securities (2.6%)			
Canada Treasury Bills			
2004-11-04	700,000	697,132	697,132
2004-12-02	200,000	199,014	199,014
		896,146	896,146
	Number of Units		
Mutual Funds (2.6%)			
Desjardins Global Equity Value RSP Fund	106,482	800,000	887,741
	Principal Balance Outstanding $	Amortized Cost $	
Mortgage-Backed Securities (0.1%)			
Toronto-Dominion Bank NHA			
5.375%, 2028-07-01	27,277	26,040	27,361
		Average Cost $	
Total Investments (97.0%)		**33,237,241**	**33,126,355**
Other Net Assets (3.0%)			1,021,388
Net Assets (100%)			**34,147,743**

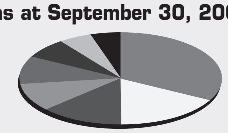
Objective

The objective of the Desjardins Select Canadian Balanced Fund is to provide both a reasonable income and long-term capital appreciation.

Portfolio Composition

The assets of this Fund are invested in mutual funds, called underlying funds, whose portfolios are composed of equities and fixed income securities.

Asset Mix as at September 30, 2004



33.0%	Fidelity Canadian Bond Funds
17.2%	Northwest Canadian Equity Fund
13.3%	Signature Select Canadian Fund
9.9%	AGF International Stock Class Fund
9.9%	CI Value Trust Sector Fund
7.1%	Northwest Specialty High Yield Bond Fund
5.3%	Northwest Specialty Equity Fund
4.9%	Fidelity Small Cap America Fund
(0.6%)	Cash and Cash Equivalents

Annual Return

Since this Fund resulting from the merger has existed for less than 12 months, the rate of return is not presented.

BALANCED FUNDS

Desjardins Select Canadian Balanced Fund

Overview

The underlying Northwest Specialty Equity Fund, Northwest Specialty High Yield Bond Fund and AGF International Stock Class Fund outclassed their respective indices. The latter was due to very heavy weighting in European holdings, which had the best returns on the MSCI World Index. The other underlying funds just met or just missed their target, while the effects of this new distribution of assets are being felt fully.

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Underlying Funds (100.6%)			
Fidelity Canadian Bond Fund	7,023,022	88,402,181	88,138,926
Northwest Specialty High Yield Bond Fund	1,803,138	18,350,692	19,012,290
Signature Select Canadian Fund	2,998,780	34,700,244	35,445,579
Northwest Canadian Equity Fund	4,567,256	44,425,756	45,995,460
CI Value Trust Sector Fund	2,481,293	27,347,100	26,376,146
AGF International Stock Class Fund	2,618,329	26,975,650	26,445,127
Northwest Specialty Equity Fund	1,261,959	12,278,006	14,066,048
Fidelity Small Cap America Fund	615,893	13,268,740	13,241,690
Total Investments		**265,748,369**	**268,721,266**
Other Net Assets (–0.6%)			(1,707,243)
Net Assets (100%)			**267,014,023**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 9.758**	$ 8.968	$ 9.682	$ 10.959	$ 11.050
Income and gain on investment operations					
Net investment income (loss)	**(0.006)**	(0.135)	(0.020)	(0.036)	0.029
Realized and unrealized net gain (loss) on investments	**0.718**	0.925	(0.694)	(1.241)	0.359
Total	**0.712**	0.790	(0.714)	(1.277)	0.388
Distributions to investors					
Net investment income	**–**	–	–	–	0.020
Net gain on sale of investments	**–**	–	–	–	0.459
Total	**–**	–	–	–	0.479
Net Asset Value, End of Year	**$ 10.470**	$ 9.758	$ 8.968	$ 9.682	$ 10.959
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 267,014**	$ 182,650	$ 180,820	$ 197,339	$ 199,714
Average net assets (in thousands)	**$ 259,715**	$ 179,733	$ 205,368	$ 207,377	$ 137,156
Management expense ratio	**3.14%**	3.14%	3.14%	3.14%	3.14%
Management expense ratio before waived fees	**3.17%**	3.23%	3.20%	3.24%	3.17%
Portfolio turnover rate	**98.99%**	11.93%	24.91%	15.03%	12.47%

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Fidelity Canadian Bond Fund

Objective

The objective of the Fund is to provide a regular source of income.

Portfolio Composition

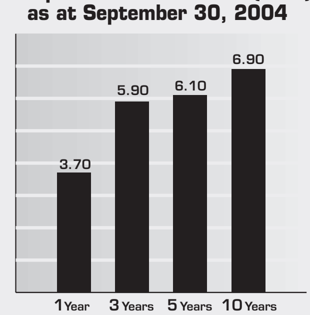
The Fund invests primarily in Canadian fixed income securities.

Top 10 Holdings

		%
1.	Province of Nova Scotia, 6.250%, 2011-06-01	n.a.
2.	Government of Canada, Real Return, 4.250%, 2021-12-01	n.a.
3.	Province of Ontario, 8.100%, 2023-09-08	n.a.
4.	Province of British Columbia, 9.000%, 2024-08-23	n.a.
5.	Province of Nova Scotia, 6.400%, 2010-09-01	n.a.
6.	Province of Manitoba, 7.750%, 2025-12-22	n.a.
7.	Province of Québec, 6.000%, 2012-10-01	n.a.
8.	Broadcast Centre Trust, 7.530%, 2027-05-01	n.a.
9.	Province of Québec, 6.000%, 2029-10-01	n.a.
10.	Province of Newfoundland, 6.150%, 2028-04-17	n.a.
	Total	**26.2**

Asset Mix as at September 30, 2004	%
Bonds	
Corporations	41.8
Provincial Governments and Crown Corporations	39.0
Municipalities and Semi-Public Institutions	5.6
Government of Canada	3.0
Other Bonds	5.4
Derivative Financial Instruments	3.4
Cash and Cash Equivalents	1.8
Total	**100.0**

Compound Annual Return (in %) as at September 30, 2004



Northwest Specialty High Yield Bond Fund

Objective

The objective of the Fund is to provide a high level of current income while maintaining security of capital.

Portfolio Composition

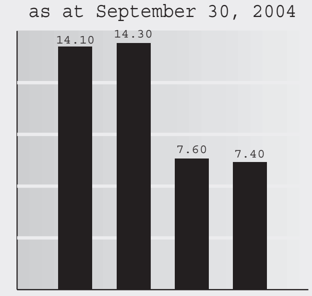
The Fund invests in a diversified portfolio of high-yield, higher risk, lower quality Canadian corporate bonds and notes and may also invest in other fixed income investments with similar characteristics.

Top 10 Holdings

		%
1.	Sherritt International Corporation, 9.875%, 2010-03-31	4.3
2.	Paramount Energy Trust	3.9
3.	Western Forest Products, 7.500%, 2009-07-28	3.6
4.	Saskatchewan Wheat Pool, 8.000%, 2008-11-29	3.5
5.	Harvest Energy Trust	3.4
6.	Call-Net Enterprises, 10.625%, 2008-12-31	3.2
7.	Prestige Brands, Private Placement, 9.250%, 2012-04-15	3.2
8.	Scott Paper, 10.000%, 2007-06-06	3.0
9.	Baytex Energy, 9.625%, 2010-07-15	3.0
10.	St. Joseph Printing, 11.500%, 2004-12-21	2.8
	Total	**33.9**

Asset Mix as at September 30, 2004	%
Corporate Bonds	
Canadian	59.7
U.S.	9.9
Foreign	2.3
Equities	15.2
Mortgage-Backed Securities	1.8
Cash and Cash Equivalents	11.1
Total	**100.0**

Compound Annual Return (in %
as at September 30, 2004

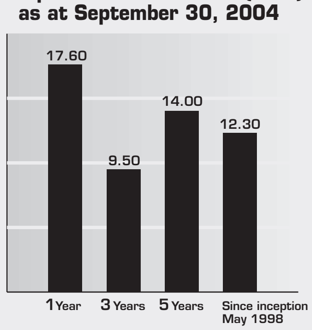


Signature Select Canadian Fund

Asset Mix as at September 30, 2004	%
Equities*	
Financials	27.2
Materials	21.7
Energy	16.7
Industrials	8.3
Consumer Discretionary	6.4
Consumer Staples	6.2
Information Technology	4.1
Telecommunication Services	3.0
Utilities	2.3
Healthcare	1.8
Cash and Cash Equivalents	2.3
Total	**100.0**

* U.S. and Foreign Equities represent 17.7% and 8.5% of net assets, respectively.

Compound Annual Return (in %) as at September 30, 2004



Objective

The investment objective of this Fund seeks capital appreciation over the long-term coupled with dividend income.

Portfolio Composition

The Fund invests primarily in common shares and convertible securities of Canadian companies and preferred shares that pay regular income.

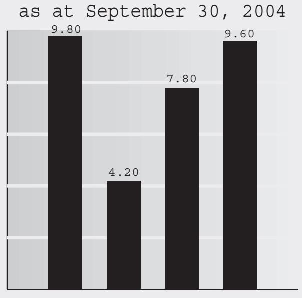
Top 10 Holdings		%
1.	Manulife Financial Corporation	5.9
2.	EnCana Corporation	3.8
3.	TD Group Financial Services	3.7
4.	Petro-Canada	3.4
5.	Sun Life Financial Services of Canada	3.4
6.	Royal Bank of Canada	3.2
7.	Barrick Gold Corporation	3.0
8.	Bank of Nova Scotia	2.7
9.	Canadian Pacific Railway	2.6
10.	Talisman Energy	2.4
	Total	**34.1**

Northwest Canadian Equity Fund

Asset Mix as at September 30, 2004	%
Equities*	
Financials	34.8
Consumer Discretionary	22.1
Energy	7.4
Consumer Staples	6.8
Healthcare	6.7
Industrials	6.5
Materials	4.2
Telecommunication Services	3.8
Information Technology	3.1
Cash and Cash Equivalents	4.6
Total	**100.0**

* U.S. and Foreign Equities represent 24.0% and 0.5% of net assets, respectively.

Compound Annual Return (in %
as at September 30, 2004



Objective

The objective of the Fund is to achieve long-term capital appreciation.

Portfolio Composition

It consists of equity securities of Canadian companies, and the Fund will invest in large- and small-cap Canadian companies.

Top 10 Holdings		%
1.	TD Group Financial Services	4.2
2.	Royal Bank of Canada	3.7
3.	Power Corporation of Canada	3.6
4.	Kingsway Financial Services	3.5
5.	Four Seasons Hotels	3.1
6.	Sobeys	3.1
7.	TELUS Corporation, Class A	3.1
8.	H&R Real Estate Investment Trust	3.1
9.	Shaw Communications, Class B	3.0
10.	EnCana Corporation	2.8
	Total	**33.2**

CI Value Trust Sector Fund

Objective

The investment objective of the Fund is to obtain long-term capital growth.

Portfolio Composition

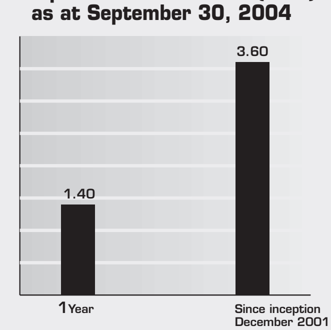
The Fund invests primarily in equity and equity-related securities of companies in the United States.

Top 10 Holdings	%
1. Nextel Communications	7.1
2. Tyco International	7.0
3. UnitedHealth Group	6.3
4. Amazon.com	6.1
5. J.P. Morgan Chase & Co.	5.5
6. IAC/InterActiveCorp	4.7
7. eBay	3.8
8. Eastman Kodak Company	3.7
9. AES Corporation	3.5
10. MGIC Investment Corporation	3.4
Total	**51.1**

Asset Mix as at September 30, 2004	%
Equities*	
Consumer Discretionary	27.3
Financials	20.2
Healthcare	13.7
Industrials	12.1
Telecommunication Services	9.5
Information Technology	8.5
Consumer Staples	4.3
Utilities	3.5
Cash and Cash Equivalents	0.9
Total	**100.0**

* U.S. and Foreign Equities represent 89.9% and 9.2% of net assets, respectively.

Compound Annual Return (in %) as at September 30, 2004



AGF International Stock Class

Objective

The investment objective of the Fund is to provide superior long-term growth.

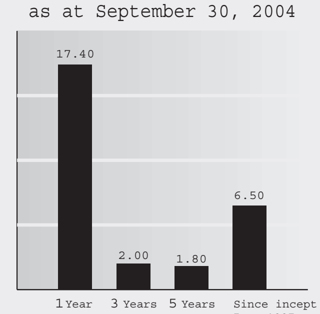
Portfolio Composition

The Fund invests primarily in common shares of medium and large international companies.

Top 10 Holdings	%
1. Bayerische Hypo-und Vereinsbank	7.7
2. AXA	7.2
3. Royal & SunAlliance Insurance Group	7.0
4. Kingfisher	6.7
5. BNP Paribas	5.5
6. Repsol YPF	5.2
7. Banco Bilbao Vizcaya Argentaria	3.3
8. Société Générale	3.2
9. Zurich Financial Services	3.2
10. Aviva	3.1
Total	**52.1**

Asset Mix as at September 30, 2004	%
Equities	
Europe	90.5
Pacific Rim	5.3
Cash and Cash Equivalents	4.2
Total	**100.0**

Compound Annual Return (in %
as at September 30, 2004

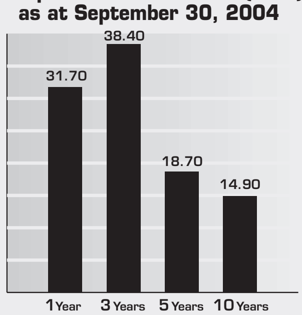


Northwest Specialty Equity Fund

Asset Mix as at September 30, 2004	%
Equities*	
Energy	30.0
Materials	22.0
Industrials	18.0
Consumer Discretionary	15.7
Healthcare	4.8
Financials	2.1
Consumer Staples	2.0
Information Technology	0.1
Cash and Cash Equivalents	5.3
Total	**100.0**

* Canadian and U.S. Equities represent 93.2% and 1.5% of net assets, respectively.

Compound Annual Return (in %) as at September 30, 2004



Objective

The objective of the Fund is to achieve capital appreciation over the longer term.

Portfolio Composition

The Fund invests in the equity services of smaller, faster growing Canadian companies with market capitalizations of under $1 billion.

Top 10 Holdings

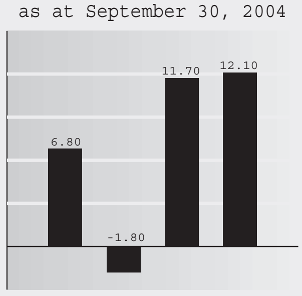
	Top 10 Holdings	%
1.	Transat A.T.	5.6
2.	LionOre Mining International	4.9
3.	Paramount Resources	4.4
4.	Linamar Corporation	4.4
5.	Algoma Steel	4.4
6.	Ketch Resources	3.7
7.	First Quantum Minerals	3.7
8.	CAE	3.6
9.	Uni-Select	3.6
10.	CFM Corporation	3.2
	Total	**41.5**

Fidelity Small Cap America Fund

Asset Mix as at September 30, 2004	%
Equities*	
Financials	23.2
Healthcare	16.8
Industrials	15.2
Consumer Discretionary	14.6
Information Technology	13.7
Energy	7.0
Consumer Staples	1.9
Telecommunication Services	1.7
Cash and Cash Equivalents	5.9
Total	**100.0**

* U.S. and Foreign Equities represent 94.1% of net assets.

Compound Annual Return (in %) as at September 30, 2004



Objective

The Fund aims to achieve long-term capital growth.

Portfolio Composition

The Fund invests primarily in equity securities of U.S. small-capitalization companies.

Top 10 Holdings

	Top 10 Holdings	%
1.	Fisher Scientific International	n.a.
2.	Affiliated Computer Services, Class A	n.a.
3.	Corrections Corporation of America	n.a.
4.	Fidelity National Financial	n.a.
5.	Alliant Techsystems	n.a.
6.	BJ's Wholesale Club	n.a.
7.	Philadelphia Consolidated Holding Corp.	n.a.
8.	Renal Care Group	n.a.
9.	Centene Corporation	n.a.
10.	NII Holdings	n.a.
	Total	**21.0**

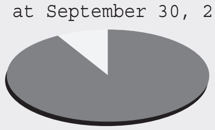
Objective

The objective of the Desjardins Dividend Fund is to provide higher-than-average dividend income and long-term capital appreciation.

Portfolio Composition

The assets of this Fund are mainly invested in common and preferred stocks offering high dividend returns. Money market securities and bonds may also be held for liquidity purposes.

Asset Mix
as at September 30, 2004



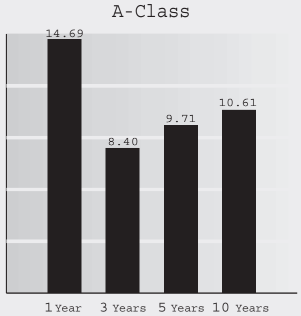
91.7% Equities*
- 40.2% Financials
- 12.1% Energy
- 10.5% Materials
- 9.4% Consumer Discretionary
- 6.2% Telecommunication Services
- 6.1% Industrials
- 3.9% Utilities
- 2.9% Consumer Staples
- 0.4% Information Technology

8.3% Bonds and Other

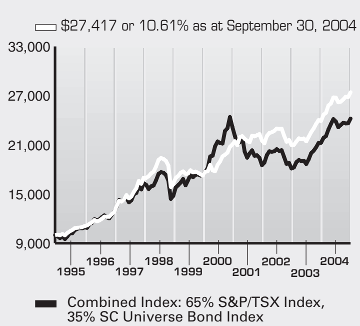
Average Maturity: 7 years
Duration: 4.62 years

*Canadian Preferred Shares represent 19.4% of net assets.

Compound Annual Return (in %)
as at September 30, 2004
A-Class



Growth of a Hypothetical $10,000 Investment for the Last Ten Years
A-Class



CANADIAN EQUITY FUNDS
Desjardins Dividend Fund

Overview

The Desjardins Dividend Fund was one of the Desjardins Funds with the best performance in the past year, with a return of 14.69%. Owing to its distribution of assets, it was able to benefit from a better performance of Canadian holdings than corporate bonds. What's more, the Manager was successful in investing in certain trust units, among other strategies. The Fund is invested in such a way as to profit from a context that remains favourable for Canadian holdings as well as an eventual increase in bond rates.

Top 10 Holdings

Top 10 Holdings	%
1. Bank of Nova Scotia	4.1
2. TD Group Financial Services	3.6
3. Manulife Financial Corporation	3.5
4. Royal Bank of Canada	3.4
5. Canadian Imperial Bank of Commerce	2.9
6. Alcan	2.8
7. Petro-Canada	2.5
8. BCE	2.3
9. EnCana Corporation	2.3
10. Bank of Montreal	2.2
Total	**29.6**

Financial Highlights (unaudited)

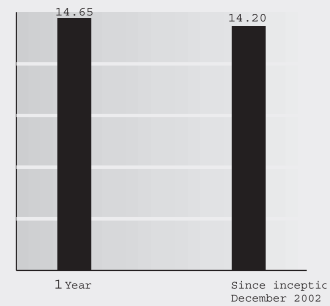
	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 16.899**	$ 15.050	$ 16.191	$ 16.735	$ 14.633
Income and gain on investment operations					
Net investment income (loss)	**0.227**	0.309	0.290	0.216	0.286
Realized and unrealized net gain (loss) on investments	**2.251**	1.777	(0.653)	(0.526)	2.352
Total	**2.478**	2.086	(0.363)	(0.310)	2.638
Distributions to investors					
Net investment income	**0.186**	0.237	0.241	0.234	0.301
Net gain on sale of investments	**–**	–	0.537	–	0.235
Total	**0.186**	0.237	0.778	0.234	0.536
Net Asset Value, End of Year	**$ 19.191**	$ 16.899	$ 15.050	$ 16.191	$ 16.735
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 594,836**	$ 454,264	$ 410,385	$ 429,817	$ 432,662
Average net assets (in thousands)	**$ 535,161**	$ 425,551	$ 435,805	$ 440,723	$ 410,118
Management expense ratio	**2.19%**	2.14%	2.14%	2.16%	2.05%
Management expense ratio before waived fees	**2.28%**	2.29%	2.20%	n.a.	n.a.
Portfolio turnover rate	**30.32%**	32.47%	37.94%	38.34%	79.56%

Years Ended September 30	**2004**	**2003**	**2002**	**2001**	**2000**
Annual return	**14.69%**	13.96%	-2.54%	2.30%	21.98%

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

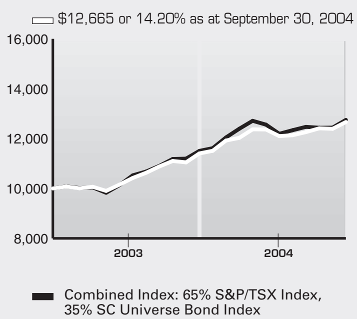
Compound Annual Return (in %)
as at September 30, 2004

T-Class



Growth of a Hypothetical $10,000 Investment Since Inception

T-Class



Desjardins Dividend Fund

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—T-Class					
Net Asset Value, Beginning of Year	**$ 10.428**	$ 10.000	n.a.	n.a.	n.a.
Income and gain on investment operations					
Net investment income (loss)	**0.133**	0.158	n.a.	n.a.	n.a.
Realized and unrealized net gain (loss) on investments	**1.360**	0.855	n.a.	n.a.	n.a.
Total	**1.493**	1.013	n.a.	n.a.	n.a.
Distributions to investors					
Net investment income	**0.093**	0.105	n.a.	n.a.	n.a.
Return of capital	**0.687**	0.480	n.a.	n.a.	n.a.
Total	**0.780**	0.585	n.a.	n.a.	n.a.
Net Asset Value, End of Year	**$ 11.141**	$ 10.428	n.a.	n.a.	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 133,579**	$ 17,094	n.a.	n.a.	n.a.
Average net assets (in thousands)	**$ 63,646**	$ 5,793	n.a.	n.a.	n.a.
Management expense ratio	**2.19%**	2.14%	n.a.	n.a.	n.a.
Management expense ratio before waived fees	**2.34%**	2.29%	n.a.	n.a.	n.a.
Portfolio turnover rate	**30.32%**	32.47%	n.a.	n.a.	n.a.

Years Ended September 30	**2004**	**2003**	**2002**	**2001**	**2000**
Annual return	**14.65%**	n.a.	n.a.	n.a.	n.a.

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Desjardins Dividend Fund

Investment Portfolio as at September 30, 2004

Equities (91.7%)	Number of Shares	Average Cost $	Market Value $
Preferred Shares (19.4%)			
Energy (0.3%)			
Enbridge, Series A, 5.500%	95,000	2,503,250	2,411,100
Materials (1.1%)			
Alcan, Series C	25,000	651,250	648,500
Falconbridge, Series 2	107,700	2,605,063	2,703,270
Noranda			
Series G, 6.100%	146,800	3,546,051	3,802,120
Series H, 6.500%	25,300	668,965	671,715
		7,471,329	7,825,605
Industrials (2.0%)			
Bombardier			
Series 3, 5.476%	221,400	5,460,816	3,830,220
Series 4, 6.250%	17,200	430,000	313,040
Quebecor World			
Series 3, floating rate	275,000	6,840,932	6,957,500
Series 4, 6.750%	83,000	2,108,000	2,207,800
Series 5, 6.900%	56,500	1,538,873	1,553,750
		16,378,621	14,862,310
Consumer Discretionary (0.1%)			
Thomson Corporation, Series B	18,500	458,800	462,500
Consumer Staples (0.3%)			
George Weston, Series II, 5.150%	69,100	1,742,325	1,876,756
Financials (11.3%)			
Bank of Nova Scotia, Series 12, 5.250%	38,900	951,229	1,022,292
Big 8 Split, 4.500%	9,000	230,157	227,880
Brascan Corporation			
Series 2, floating rate	141,200	2,841,239	3,387,388
Series 10, 5.750%	53,300	1,432,120	1,484,405
Series 11, 5.500%	97,500	2,437,500	2,642,250
Brascan Financial Corporation			
Class I, Series A, floating rate	27,600	633,703	658,260
Brookfield Properties Corporation			
Series F, 6.000%	52,100	1,395,535	1,398,885
Series I, 5.200%	170,300	4,289,802	4,419,285
Canadian Financial Services NT Corp.	20,000	306,400	304,000
Canadian General Investments			
Class A, Series 1, 5.400%	2,300	59,900	60,398
Class A, Series 2, 4.650%	104,200	2,665,393	2,761,300
Canadian Imperial Bank of Commerce			
Series 23, 5.300%	71,900	1,958,480	1,984,440
Series 24, 6.000%	76,800	1,943,197	2,036,736
Series 25, 6.000%	96,700	2,590,028	2,567,385
Series 26, 5.750%	2,800	75,596	74,340
Units (Series 28 & 29, 5.400%)	130,000	1,314,400	1,303,900
CanCap Preferred Corporation			
5,400%	135,300	3,502,269	3,607,098
Coastal Income Corp.			
Series A, 5.800%	48,400	1,243,001	1,272,920
Co-operators General Insurance Company			
Class E, Series A, 5.750%	181,000	4,433,699	4,709,620
Diversified Canadian Financial Corp.			
7,000%	167,300	4,445,565	4,500,370
Dividend 15 Split Corp.			
5,250%	36,500	389,880	382,885
EPCOR Preferred Equity			
Series I, 5.500%	97,200	2,546,248	2,536,920
Financial 15 Split Corp.			
5,250%	56,400	588,357	594,456
Great-West Life Assurance Company			
Series O, floating rate	21,000	564,165	569,100
Great-West Lifeco			
Series E, 4.800%	261,900	7,123,160	7,202,250
Series F, 5.900%	26,500	723,450	697,480
IGM Financial			
Series A, 5.750%	85,300	2,344,405	2,388,400
Manulife Financial Corporation			
Class A, Series 1, 4.100%	67,000	1,673,750	1,708,500
National Bank of Canada			
Series 15, 5.850%	14,100	372,189	378,303
Power Corporation of Canada			
Series C, 5.800%	100,000	2,615,000	2,600,000
Power Financial Corporation			
Series F, 5.900%	52,000	1,404,000	1,378,000
Series H, 5.750%	40,000	1,030,000	1,045,200
Series I, 6.000%	68,400	1,759,300	1,833,120
Premium Income Corporation			
Series A, 5.570%	289,800	4,558,681	4,662,882
Royal Bank of Canada			
Series N, 4.700%	142,600	3,695,327	3,734,694
Series S, 6.100%	28,000	761,850	770,000
TD Group Financial Services			
Series J, 5.100%	101,800	2,549,503	2,697,700
Series M, 4.700%	103,000	2,575,000	2,769,670
The Maritime Life Assurance Company			
Series 3, 6.100%	53,200	1,403,602	1,430,548
World Financial Split Corp., 5.250%	279,600	2,936,406	2,935,800
		80,363,486	82,739,060
Telecommunication Services (1.9%)			
BCE			
Series AA, 5.450%	111,300	2,962,405	2,979,501
Series AC, 5.540%	95,000	2,517,750	2,542,200
Series R, 6.174%	56,200	1,496,564	1,469,630
Series Z, 5.319%	107,100	2,686,110	2,880,990
Bell Canada			
Series 19, 5.550%	49,900	1,315,176	1,309,875
Series B, 5.250%	102,100	2,558,979	2,664,810
		13,536,984	13,847,006
Utilities (2.4%)			
Atco, Series 3, 5.750%	42,000	1,134,000	1,172,640
Canadian Utilities			
Series T, 5.900%	25,000	626,250	637,500
Series X, 6.000%	75,000	1,889,470	1,996,500
Fortis			
Series C, 5.450%	45,000	1,185,750	1,247,850
Series E, 4.900%	180,300	4,564,385	4,814,010
Nova Scotia Power			
Series C	70,000	1,739,907	1,917,300
Series D, 5.900%	76,500	1,990,137	2,118,285
TransCanada PipeLines			
Series Y, 5.600%	66,500	3,272,502	3,371,550
		16,402,401	17,275,635
Total Preferred Shares		138,857,196	141,299,972
Common Shares (72.3%)			
Energy (11.8%)			
AltaGas Income Trust	242,400	4,969,200	5,024,952
Enbridge	93,500	3,307,005	4,932,125
EnCana Corporation	285,900	14,814,565	16,682,265
Ensign Resource Service Group	254,000	4,751,049	5,880,100
Husky Energy	176,200	2,898,535	5,425,198
Imperial Oil	91,800	3,698,053	6,011,064
KeySpan Facilities Income Fund	402,000	4,119,456	5,226,000
Petro-Canada	272,500	13,635,700	17,914,150
Shell Canada	110,000	4,731,361	7,590,000
Suncor Energy	126,800	3,470,320	5,122,720
Talisman Energy	192,000	5,926,270	6,295,680
		66,321,514	86,104,254
Materials (9.4%)			
Abitibi-Consolidated	517,500	6,824,136	4,114,125
Alcan	335,700	17,018,295	20,309,852
Barrick Gold Corporation	257,800	7,266,942	6,857,480
Dofasco	114,000	3,325,075	4,856,400
Domtar	279,000	4,643,349	4,240,800
Falconbridge	193,700	3,985,697	6,508,320
Methanex Corporation	137,000	1,986,511	2,589,300
SFK Pulp Fund	602,400	5,414,437	4,999,920
Teck Cominco, Class B	286,000	6,325,973	7,782,060
TimberWest Forest Corp.	274,600	3,551,710	3,844,400
West Fraser Timber Co.			
Subscription Receipts	41,800	1,964,600	2,215,400
		62,306,725	68,318,057

Investment Portfolio as at September 30, 2004

Common Shares (continued)	Number of Shares	Average Cost $	Market Value $
Industrials (4.1%)			
Bombardier, Class B	203,000	659,750	590,730
Canadian National Railway Company	203,500	10,609,421	12,580,370
CHC Helicopter Corporation, Class A	124,600	3,308,542	6,105,400
Toromont Industries	270,000	3,885,251	5,170,500
Trinidad Energy Services Income Trust	624,000	5,080,176	5,616,000
		23,543,140	30,063,000
Consumer Discretionary (9.3%)			
Astral Media, Class A	129,200	3,380,304	3,664,112
Cineplex Galaxy Income Fund	429,000	4,256,433	5,448,300
Cinram International	229,800	2,239,054	4,871,760
Corus Entertainment, Class B	122,400	3,411,912	2,876,400
Intrawest Corporation	256,100	5,805,304	6,146,400
Magna International, Class A	36,500	2,496,352	3,419,320
Osprey Media Income Fund	479,500	4,786,456	4,651,150
Reitmans (Canada), Class A	475,000	5,141,776	8,868,250
Rogers Communications, Class B	268,200	5,966,879	6,863,238
Tesma International, Class A	77,100	2,459,255	2,313,771
The Brick Group Income Fund, Class A	468,000	4,752,400	5,503,680
Thomson Corporation	178,000	9,268,390	7,812,420
Yellow Pages Income Fund	431,300	4,646,730	5,223,043
		58,611,245	67,661,844
Consumer Staples (2.6%)			
Jean Coutu Group (PJC), Class A	463,500	7,839,230	7,786,800
Metro, Class A	331,000	6,136,752	6,338,650
Rothmans	136,000	4,062,679	4,765,440
		18,038,661	18,890,890
Financials (28.9%)			
AGF Management, Class B	415,500	7,650,307	6,751,875
Bank of Montreal	283,800	11,482,709	15,694,140
Bank of Nova Scotia	801,300	18,263,164	29,608,035
Brookfield Properties Corporation	71,800	2,070,550	2,913,644
Canadian Imperial Bank of Commerce	311,500	16,306,949	21,079,205
Dundee Wealth Management	776,700	6,538,753	6,990,300
Great-West Lifeco	85,300	3,625,740	4,337,505
IGM Financial	151,000	4,946,209	5,073,600
Industrial Alliance Insurance and Financial Services	153,800	5,848,778	7,443,920
Manulife Financial Corporation	466,700	22,075,099	25,855,180
National Bank of Canada	93,000	2,503,312	4,079,910
Northbridge Financial Corporation	213,000	3,404,447	4,967,160
Power Financial Corporation	355,000	7,105,541	10,497,350
Royal Bank of Canada	412,600	18,132,093	24,735,370
Sun Life Financial Services of Canada	366,800	11,619,100	14,008,092
TD Group Financial Services	565,800	20,981,787	26,077,722
		162,554,538	210,113,008
Information Technology (0.4%)			
Gennum Corporation	204,600	2,737,130	2,772,330
Telecommunication Services (4.3%)			
BCE	621,600	20,751,047	16,938,600
Bell Nordiq Income Fund	99,300	1,230,950	1,444,815
Manitoba Telecom Services	146,600	6,518,581	6,221,704
TELUS Corporation	268,500	5,866,179	7,034,700
		34,366,757	31,639,819
Utilities (1.5%)			
Fortis	69,200	3,423,727	4,238,500
TransCanada Corporation	252,500	4,448,493	6,981,625
		7,872,220	11,220,125
Total Common Shares		436,351,930	526,783,327
Total Equities		575,209,126	668,083,299

Bonds (5.0%)	Par Value $	Average Cost $	Market Value $
Government of Canada (1.2%)			
Broadcast Centre Trust			
7.530%, 2027-05-01	73,516	82,163	88,988
Government of Canada			
stripped, 2004-12-01	8,638,000	8,551,756	8,605,253
		8,633,919	8,694,241
Corporations (3.8%)			
407 International			
6.470%, 2029-07-27	800,000	848,021	840,042
Aliant Telecom			
6.650%, 2009-10-15	210,000	233,274	229,901
6.800%, 2011-05-11	329,000	368,745	363,265
AltaLink			
4.450%, 2008-06-05	280,000	279,924	283,736
Bank of Montreal			
4.690%, 2011-01-31	180,000	179,960	180,831
Bank of Nova Scotia			
4.515%, 2008-11-19	1,500,000	1,509,240	1,523,541
8.300%, 2013-09-27	150,000	177,315	183,093
8.900%, 2025-06-20	300,000	381,378	406,856
BCE, Series C			
7.350%, 2009-10-30	250,000	288,125	279,998
Bell Canada			
10.350%, 2009-12-15	220,000	279,882	278,944
11.450%, 2010-04-15	275,000	366,850	365,500
6.550%, 2029-05-01	325,000	329,176	331,663
Canada Life Assurance Company Series A			
5.800%, 2013-12-11	195,000	210,768	206,268
Canadian Imperial Bank of Commerce			
7.000%, 2011-10-23	861,000	941,777	921,586
Canadian Utilities			
6.970%, 2008-06-02	60,000	60,004	65,791
11.400%, 2010-08-15	175,000	238,368	235,360
9.920%, 2022-04-01	314,000	447,978	453,125
9.400%, 2023-05-01	150,000	215,217	209,004
Caterpillar Financial Services Corporation			
5.760%, 2007-06-01	190,000	201,695	199,339
4.600%, 2009-07-14	285,000	284,459	287,002
Centra Gas Ontario			
7.800%, 2006-12-01	250,000	277,250	271,526
Citigroup Finance Canada			
5.030%, 2007-09-17	550,000	549,786	569,020
Clarica Life Insurance Company			
6.650%, 2015-10-12	475,000	509,723	522,020
Coca-Cola Enterprises (Canada) Bottling Finance Company			
5.850%, 2009-03-17	250,000	252,875	265,562
Consumers Gas			
6.050%, 2023-07-05	660,000	643,095	665,914
Enbridge			
6.800%, 2010-03-10	125,000	124,866	138,065
Gaz Métro Limited Partnership			
10.750%, 2006-12-15	645,000	784,506	741,926
GE Capital Canada Funding Company			
5.300%, 2007-07-24	440,000	454,066	458,055
6.250%, 2012-07-24	375,000	403,515	406,052
George Weston			
5.900%, 2009-02-05	470,000	489,292	498,226
Greater Toronto Airports Authority			
6.250%, 2012-01-30	520,000	537,891	552,754
6.250%, 2012-12-13	135,000	142,128	143,003
7.050%, 2030-06-12	150,000	153,675	160,547
6.980%, 2032-10-05	425,000	428,887	452,045
Hydro One			
6.400%, 2011-12-01	350,000	370,722	382,503
5.770%, 2012-11-15	350,000	381,780	367,939
6.930%, 2032-06-01	475,000	533,560	537,703
Investors Group			
6.750%, 2011-05-09	475,000	502,731	522,328
John Hancock Canadian Corporation			
6.496%, 2011-11-30	420,000	428,387	458,219
Loblaw Companies			
6.000%, 2008-06-02	250,000	258,775	266,154
6.850%, 2032-03-01	250,000	264,250	270,665

Investment Portfolio as at September 30, 2004

Bonds (continued)	Par Value $	Average Cost $	Market Value $
Manufacturers Life Insurance Company			
6.240%, 2016-02-16	700,000	724,142	756,343
Milit-Air			
5.750%, 2019-06-30	708,607	733,637	747,994
Molson			
6.000%, 2008-06-02	195,000	198,618	206,015
National Bank of Canada			
5.700%, 2014-04-16	300,000	302,820	314,715
NAV CANADA			
7.400%, 2027-06-01	450,000	517,037	533,943
NOVA Gas Transmission			
8.500%, 2006-03-15	400,000	447,400	428,366
Nova Scotia Power			
8.850%, 2025-05-19	215,000	253,024	273,259
PanCanadian Petroleum			
8.750%, 2005-11-09	215,000	240,530	227,643
7.500%, 2006-08-25	400,000	434,960	428,816
5.800%, 2008-06-02	115,000	115,920	121,339
Power Financial Corporation			
6.900%, 2033-03-11	375,000	390,475	404,754
Royal Bank of Canada			
3.960%, 2014-01-27	800,000	799,712	790,829
floating rate, 2015-01-25	360,000	416,088	403,967
Serco DES			
5.268%, 2013-08-27	180,950	180,950	183,328
Suncor Energy			
6.800%, 2007-03-05	610,000	639,957	653,702
TD Group Financial Services			
5.200%, 2012-09-04	270,000	271,904	280,229
5.690%, 2013-06-03	360,000	383,724	372,861
9.150%, 2025-05-26	200,000	258,074	277,045
Teranet Land Information Services			
6.480%, 2009-09-08	360,000	392,472	391,931
Thomson Corporation			
6.500%, 2007-07-09	250,000	263,950	267,346
4.500%, 2009-06-01	350,000	348,962	351,719
Trans Québec & Maritimes Pipeline			
7.053%, 2010-09-22	125,000	131,813	138,768
TransCanada PipeLines			
4.100%, 2009-02-20	690,000	692,744	684,477
8.230%, 2031-01-16	310,000	360,148	386,361
VW Credit Canada			
4.830%, 2008-09-22	373,000	374,455	376,195
Wells Fargo Financial Canada Corporation			
5.100%, 2006-10-26	300,000	308,253	310,047
4.750%, 2009-06-29	285,000	284,473	290,728
6.050%, 2012-08-27	345,000	362,443	369,764
Westcoast Energy			
9.900%, 2020-01-10	100,000	128,330	138,414
		27,290,931	27,605,969
Total Bonds		35,924,850	36,300,210

	Par Value $	Average Cost $	Market Value $
Money Market Securities (3.0%)			
Alberta Treasury Bills			
2004-12-07	800,000	796,144	796,144
Brascan Corporation, notes			
2004-11-02	750,000	748,215	748,215
Canada Treasury Bills			
2004-11-04	900,000	895,905	895,905
2004-12-02	2,650,000	2,637,177	2,637,177
2004-12-16	1,070,000	1,062,435	1,062,435
2005-01-13	1,000,000	989,340	989,340
2005-02-10	500,000	494,740	494,740
Comet Trust, notes			
2004-11-26	500,000	497,210	497,210
Corporation d'hébergement du Québec, notes			
2004-11-18	3,400,000	3,382,762	3,382,762
2004-12-09	1,750,000	1,740,918	1,740,918
Fusion Trust, notes			
2004-10-15	1,000,000	997,940	997,940
HBOS, notes			
2004-12-09	500,000	497,070	497,070
Potash Corporation of Saskatchewan, notes			
2004-10-18	750,000	747,293	747,293
Québec Treasury Bills			
2004-10-15	850,000	846,294	846,294
2004-11-05	1,750,000	1,743,718	1,743,718
2004-12-03	2,000,000	1,989,120	1,989,120
Université Laval, notes			
2005-01-05	925,000	918,368	918,368
Zeus Trust, notes			
2004-12-02	500,000	497,860	497,860
		21,482,509	21,482,509
Total Investments (99.7%)		**632,616,485**	**725,866,018**
Other Net Assets (0.3%)			2,549,142
Net Assets (100%)			**728,415,160**

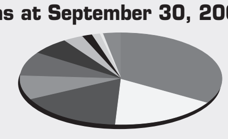
Objective

The objective of the Desjardins Canadian Equity Value Fund is to provide a reasonable income and long-term capital appreciation.

Portfolio Composition

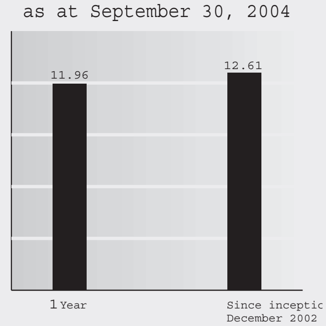
The portfolio of this Fund consists primarily of common shares issued by Canadian corporations.

Asset Mix
as at September 30, 2004

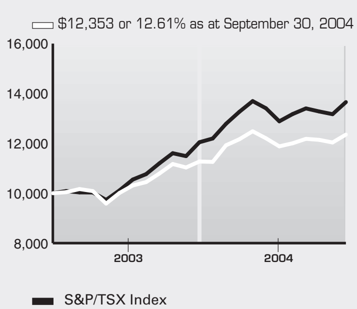


33.7%	Financials
17.2%	Materials
16.6%	Energy
8.5%	Industrials
8.5%	Consumer Discretionary
6.0%	Telecommunication Services
3.2%	Information Technology
1.6%	Consumer Staples
1.3%	Utilities
0.5%	Index-Based Investments
2.9%	Cash and Cash Equivalents

Compound Annual Return (in %)
as at September 30, 2004



Growth of a Hypothetical $10,000 Investment Since Inception



CANADIAN EQUITY FUNDS

Desjardins Canadian Equity Value Fund

Overview

Canadian stocks experienced significant gains for the year as the rally in world equity markets that began in April 2003 extended through the final quarter of 2003 and into the first quarter of 2004. The portfolio delivered strong absolute gains, but lagged the benchmark for the year owing mainly to the surge in lower-quality stocks such as Fairfax Financial (which we did not hold in the portfolio) and our underweight in technology early in the year. With technology stocks already beginning to look expensive in the fourth quarter of 2003, the rally shifted to gold stocks—thanks in large part to the weak U.S. dollar—and to small-cap resource and industrial commodity companies. Managers continued to be risk averse, especially in the technology and telecom sectors.

Top 10 Holdings	**%**
1. Bank of Nova Scotia	7.8
2. Manulife Financial Corporation	6.4
3. Alcan	5.5
4. Petro-Canada	5.0
5. Nexen	4.3
6. EnCana Corporation	4.0
7. BCE	4.0
8. Bank of Montreal	3.8
9. Teck Cominco, Class B	3.3
10. Royal Bank of Canada	3.0
Total	**47.1**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 11.033**	$ 10.000	n.a.	n.a.	n.a.
Income and gain on investment operations					
Net investment income (loss)	**(0.080)**	(0.028)	n.a.	n.a.	n.a.
Realized and unrealized net gain (loss) on investments	**1.400**	1.061	n.a.	n.a.	n.a.
Total	**1.320**	1.033	n.a.	n.a.	n.a.
Net Asset Value, End of Year	**$ 12.353**	$ 11.033	n.a.	n.a.	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 112,105**	$ 27,013	n.a.	n.a.	n.a.
Average net assets (in thousands)	**$ 69,202**	$ 18,107	n.a.	n.a.	n.a.
Management expense ratio	**2.57%**	2.60%	n.a.	n.a.	n.a.
Management expense ratio before waived fees	**n.a.**	2.69%	n.a.	n.a.	n.a.
Portfolio turnover rate	**43.12%**	21.55%	n.a.	n.a.	n.a.

Years Ended September 30	**2004**	**2003**	**2002**	**2001**	**2000**
Annual return	**11.96%**	n.a.	n.a.	n.a.	n.a.

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Desjardins Canadian Equity Value Fund

Investment Portfolio as at September 30, 2004

Equities (97.1%)	Number of Shares	Average Cost $	Market Value $
Energy (16.6%)			
EnCana Corporation	76,760	4,128,398	4,478,946
Husky Energy	88,300	2,085,567	2,718,757
Nexen	90,900	4,567,663	4,794,975
Petro-Canada	85,400	5,019,057	5,614,196
Talisman Energy	32,000	753,782	1,049,280
		16,554,467	18,656,154
Materials (17.2%)			
Abitibi-Consolidated	19,600	193,663	155,820
Alcan	101,900	5,749,828	6,164,950
Dofasco	34,800	1,104,586	1,482,480
Falconbridge	41,000	1,316,856	1,377,600
Gerdau Ameristeel Corporation	146,700	724,633	909,540
Glamis Gold	64,000	1,293,226	1,497,600
Inco	54,300	2,292,008	2,682,420
Placer Dome	53,800	1,152,635	1,355,760
Teck Cominco, Class B	135,200	3,228,006	3,678,792
		17,055,441	19,304,962
Industrials (8.5%)			
Bombardier, Class B	155,100	946,152	451,341
Canadian National Railway Company	46,750	2,419,655	2,890,085
Canadian Pacific Railway	29,700	988,691	970,893
Masonite International Corporation	68,700	2,155,702	2,186,034
Royal Group Technologies	93,500	1,115,826	1,037,850
Transcontinental, Class A	86,800	1,972,518	2,039,800
		9,598,544	9,576,003
Consumer Discretionary (8.5%)			
Alliance Atlantis Communications Class B	72,100	1,511,105	2,010,148
CanWest Global Communications Corp.	110,000	1,344,796	1,078,000
Cinram International	53,900	1,329,034	1,142,680
Dorel Industries, Class B	18,500	818,298	658,600
Linamar Corporation	73,500	861,380	999,600
Magna International, Class A	21,000	2,078,143	1,967,280
RONA	50,800	1,502,544	1,713,992
		9,445,300	9,570,300
Consumer Staples (1.6%)			
Metro, Class A	91,400	1,733,056	1,750,310
Financials (33.7%)			
Bank of Montreal	77,800	3,852,204	4,302,340
Bank of Nova Scotia	235,200	7,740,013	8,690,640
Canadian Imperial Bank of Commerce	21,100	1,414,862	1,427,837
Great-West Lifeco	29,200	1,349,255	1,484,820
Kingsway Financial Services	64,500	993,729	1,068,120
Manulife Financial Corporation	128,900	6,206,851	7,141,060
National Bank of Canada	74,600	3,124,683	3,272,702
Power Corporation of Canada	56,000	1,441,988	1,618,400
Royal Bank of Canada	55,800	3,354,072	3,345,210
Sun Life Financial Services of Canada	86,300	2,982,302	3,295,797
TD Group Financial Services	45,500	1,898,473	2,097,095
		34,358,432	37,744,021
Information Technology (3.2%)			
Celestica	129,400	2,761,009	2,076,870
Nortel Networks Corporation	362,200	2,493,947	1,550,216
		5,254,956	3,627,086
Telecommunication Services (6.0%)			
BCE	163,100	4,648,766	4,444,475
TELUS Corporation	86,100	2,124,833	2,255,820
		6,773,599	6,700,295
Utilities (1.3%)			
TransCanada Corporation	51,500	1,458,730	1,423,975
Index-Based Investments (0.5%)			
iUnits S&P/TSX 60 Index Fund	11,300	524,869	543,756
Total Equities		102,757,394	108,896,862

	Par Value $	Average Cost $	Market Value $
Money Market Securities (3.1%)			
Caisse centrale Desjardins, notes 2004-10-13	2,000,000	1,997,640	1,997,640
Québec Treasury Bills 2004-10-01	1,425,000	1,421,922	1,421,922
		3,419,562	3,419,562
Total Investments (100.2%)		**106,176,956**	**112,316,424**
Other Net Assets (–0.2%)			(211,893)
Net Assets (100%)			**112,104,531**

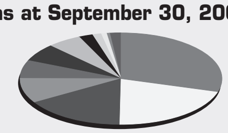
Objective

The objective of the Desjardins Canadian Equity Fund is to provide reasonable income and long-term capital appreciation.

Portfolio Composition

The Desjardins Canadian Equity Fund portfolio consists primarily of common shares of Canadian corporations.

Asset Mix
as at September 30, 2004



29.6%	Financials
20.6%	Materials
16.1%	Energy
8.8%	Information Technology
6.4%	Consumer Discretionary
6.2%	Industrials
5.5%	Telecommunication Services
2.2%	Healthcare
1.4%	Utilities
0.9%	Consumer Staples
0.5%	Index-Based Investments
1.8%	Cash and Cash Equivalents

Annual Return

Since this Fund resulting from the merger has existed for less than 12 months, the rate of return is not presented.

CANADIAN EQUITY FUNDS

Desjardins Canadian Equity Fund

Overview

The Canadian stock market progressed well over the past year because of Canadian companies that increased their profitability. World events such as the hike in oil prices, political tensions and the start of monetary tightening in the United States, not to mention the same tightening in Canada, weighed heavily on the stock market in the past six months. However, the overall evaluation of the market is not excessive given that the Canadian stock exchange traded at 13.9 times the expected profits for the next year.

Top 10 Holdings	%
1. Royal Bank of Canada	4.6
2. EnCana Corporation	4.4
3. Petro-Canada	3.5
4. TD Group Financial Services	3.5
5. Manulife Financial Corporation	3.3
6. Canadian Imperial Bank of Commerce	2.9
7. Bank of Nova Scotia	2.8
8. Bank of Montreal	2.7
9. Sun Life Financial Services of Canada	2.7
10. ATI Technologies	2.1
Total	**32.5**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 24.830**	$ 21.360	$ 23.956	$ 29.995	$ 31.816
Income and gain on investment operations					
Net investment income (loss)	**(0.165)**	(0.007)	(0.082)	(0.077)	(0.203)
Realized and unrealized net gain (loss) on investments	**2.995**	3.477	(2.514)	(5.962)	1.372
Total	**2.830**	3.470	(2.596)	(6.039)	1.169
Distributions to investors					
Net gain on sale of investments	**–**	–	–	–	2.990
Net Asset Value, End of Year	**$ 27.660**	$ 24.830	$ 21.360	$ 23.956	$ 29.995
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 303,835**	$ 127,911	$ 114,631	$ 131,862	$ 169,476
Average net assets (in thousands)	**$ 256,571**	$ 120,982	$ 139,246	$ 153,303	$ 175,302
Management expense ratio	**2.19%**	2.17%	2.17%	2.17%	2.09%
Management expense ratio before waived fees	**2.29%**	2.30%	2.21%	n.a.	n.a.
Portfolio turnover rate	**130.72%**	41.64%	35.68%	12.99%	102.86%

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Desjardins Canadian Equity Fund

Investment Portfolio as at September 30, 2004

Equities (98.2%)	Number of Shares	Average Cost $	Market Value $
Energy (16.1%)			
Enbridge	74,100	3,601,066	3,908,775
EnCana Corporation	230,685	11,308,956	13,460,469
Ensign Resource Service Group	215,800	4,677,218	4,995,770
Opti Canada	250,100	5,141,755	4,751,900
Petro-Canada	164,000	8,884,753	10,781,360
PetroKazakhstan, Class A	56,044	2,050,895	2,404,848
ShawCor, Class A	113,500	1,593,540	1,333,625
Talisman Energy	191,000	4,074,820	6,262,890
UTS Energy Corporation	998,000	628,740	858,280
UTS Energy Corporation Warrants, 2005-07-09	499,000	69,860	109,780
		42,031,603	48,867,697
Materials (20.6%)			
Abitibi-Consolidated	370,434	3,744,925	2,944,950
Agnico-Eagle Mines	106,900	1,866,637	1,918,855
Agrium	182,500	3,565,535	4,097,125
Alcan	77,700	4,156,592	4,700,850
Barrick Gold Corporation	128,500	3,605,238	3,418,100
Canfor Corporation	93,300	1,378,536	1,488,135
Falconbridge	142,100	4,287,242	4,774,560
FNX Mining Company	674,200	4,252,546	4,314,880
Gerdau Ameristeel Corporation	628,400	3,258,465	3,896,080
IPSCO	88,300	2,208,212	3,114,341
Ivanhoe Mines	346,300	2,100,607	2,458,730
Kinross Gold Corporation	495,800	4,963,963	4,249,006
LionOre Mining International	785,000	5,339,269	5,008,300
Methanex Corporation	93,000	1,451,361	1,757,700
Noranda	133,100	2,871,080	2,928,200
Northgate Minerals Corporation	280,400	637,501	672,960
Placer Dome	131,200	2,881,938	3,306,240
Tembec, Class A	452,000	3,909,260	3,774,200
Wheaton River Minerals	937,000	3,565,388	3,719,890
		60,044,295	62,543,102
Industrials (6.2%)			
ATS Automation Tooling Systems	326,300	4,060,875	3,442,465
Bombardier, Class B	569,000	2,415,579	1,655,790
CAE	661,400	3,979,480	3,637,700
Canadian National Railway Company	51,000	2,116,286	3,152,820
CP Ships	280,100	5,995,230	4,299,535
GSI Lumonics	189,300	2,669,734	2,498,760
		21,237,184	18,687,070
Consumer Discretionary (6.4%)			
CanWest Global Communications Corp.	598,800	6,861,839	5,868,240
CFM Corporation	369,200	3,524,354	2,115,516
Quebecor, Class B	174,400	4,640,458	4,637,296
Rogers Communications, Class B	79,300	1,813,384	2,029,287
Tesma International, Class A	163,900	5,040,840	4,918,639
		21,880,875	19,568,978
Consumer Staples (0.9%)			
Maple Leaf Foods	103,700	1,249,803	1,378,173
Molson, Class A	43,000	1,377,258	1,380,300
		2,627,061	2,758,473
Healthcare (2.2%)			
Angiotech Pharmaceuticals	63,300	1,649,955	1,617,948
Extendicare (Canada), Class A	307,400	4,582,149	4,998,324
		6,232,104	6,616,272
Financials (29.6%)			
Bank of Montreal	150,100	7,504,630	8,300,530
Bank of Nova Scotia	233,200	5,913,062	8,616,740
Canadian Imperial Bank of Commerce	131,500	7,830,932	8,898,605
Dundee Wealth Management	330,400	2,874,390	2,973,600
Great-West Lifeco	57,600	2,762,575	2,928,960
Industrial Alliance Insurance and Financial Services	130,100	5,522,752	6,296,840
Kingsway Financial Services	83,100	1,313,406	1,376,136
Manulife Financial Corporation	182,000	7,824,989	10,082,800
National Bank of Canada	86,000	3,734,120	3,772,820
Northbridge Financial Corporation	2,200	49,058	51,304
Power Corporation of Canada	131,600	3,330,472	3,803,240
Royal Bank of Canada	235,314	12,693,735	14,107,074
Sun Life Financial Services of Canada	216,243	6,658,352	8,258,320
TD Group Financial Services	228,000	9,005,370	10,508,520
		77,017,843	89,975,489

	Number of Shares	Average Cost $	Market Value $
Information Technology (8.8%)			
ATI Technologies	331,500	7,006,274	6,424,470
BCE Emergis	473,500	1,543,595	1,685,660
Cedara Software Corp.	154,800	1,346,719	1,557,288
Celestica	222,100	5,359,028	3,564,705
CGI Group, Class A	270,200	2,160,385	2,296,700
Creo Products	307,900	3,694,977	3,198,860
Metrophotonics	1,436,322	9,138	9,077
Nortel Networks Corporation	1,457,974	12,233,782	6,240,129
Open Text Corporation	73,100	2,351,448	1,594,674
Zarlink Semiconductor	49,200	261,722	187,944
		35,967,068	26,759,507
Telecommunication Services (5.5%)			
BCE	225,700	6,014,985	6,150,325
Call-Net Enterprises, Class B	199,900	806,774	571,714
Manitoba Telecom Services	32,400	1,437,826	1,375,056
Stratos Global Corporation	457,700	5,653,773	4,348,150
Telesystem International Wireless	345,800	4,175,103	4,166,890
		18,088,461	16,612,135
Utilities (1.4%)			
TransCanada Corporation	159,000	4,351,566	4,396,350
Index-Based Investments (0.5%)			
iUnits S&P/TSX 60 Index Fund	31,300	1,511,289	1,506,156
Total Equities		290,989,349	298,291,229

	Par Value $		
Money Market Securities (2.4%)			
Canada Treasury Bills			
2004-11-04	550,000	547,950	547,950
2004-12-02	2,600,000	2,586,752	2,586,752
2004-12-16	2,500,000	2,487,400	2,487,400
Fusion Trust, notes 2004-10-15	425,000	424,180	424,180
Gemini Trust, notes 2004-11-19	500,000	497,915	497,915
Precision Trust, notes 2004-10-15	450,000	449,145	449,145
Zeus Trust, notes 2004-12-02	250,000	248,930	248,930
		7,242,272	7,242,272
Total Investments (100.6%)		**298,231,621**	**305,533,501**
Other Net Assets (–0.6%)			(1,698,553)
Net Assets (100%)			**303,834,948**

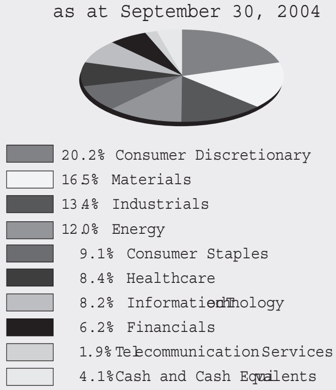
Objective

The objective of the Desjardins Canadian Small Cap Equity Fund is long-term capital appreciation.

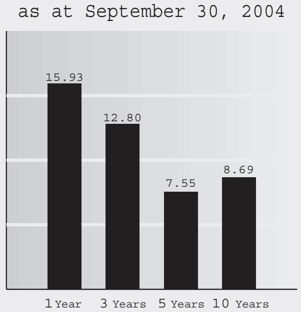
Portfolio Composition

The Fund invests primarily in shares of mid-capitalization Canadian corporations.

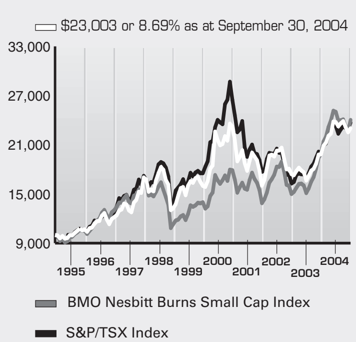
Asset Mix
as at September 30, 2004



Compound Annual Return (in %)
as at September 30, 2004



Growth of a Hypothetical $10,000 Investment for the Last Ten Years



CANADIAN EQUITY FUNDS

Desjardins Canadian Small Cap Equity Fund

Overview

The small-capitalization stock market experienced greater difficulty than the large-capitalization stock market. Yet the Desjardins Canadian Small Cap Equity Fund achieved the best return of all funds in the family, with a gain of almost 16%. In Canada, the trend of our managers to be very selective when choosing investments paid off this time, given the superior performance of the lower quality equities.

Top 10 Holdings

Top 10 Holdings	%
1. Reitmans (Canada), Class A	3.5
2. Mega Bloks	3.3
3. Axcan Pharma	2.9
4. Alimentation Couche-Tard, Class B	2.8
5. Jean Coutu Group (PJC), Class A	2.4
6. Angiotech Pharmaceuticals	2.4
7. Northbridge Financial Corporation	2.2
8. Dorel Industries, Class B	2.2
9. Metro, Class A	2.2
10. Stantec	2.2
Total	**26.1**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 17.388**	$ 15.272	$ 14.045	$ 17.107	$ 16.816
Income and gain on investment operations					
Net investment income (loss)	**(0.309)**	(0.221)	(0.264)	(0.138)	(0.232)
Realized and unrealized net gain (loss) on investments	**3.079**	2.337	1.491	(2.924)	1.574
Total	**2.770**	2.116	1.227	(3.062)	1.342
Distributions to investors					
Net gain on sale of investments	**–**	–	–	–	1.051
Net Asset Value, End of Year	**$ 20.158**	$ 17.388	$ 15.272	$ 14.045	$ 17.107
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 280,147**	$ 240,838	$ 213,466	$ 171,046	$ 191,389
Average net assets (in thousands)	**$ 276,309**	$ 217,703	$ 220,736	$ 197,867	$ 182,044
Management expense ratio	**2.19%**	2.17%	2.17%	2.17%	2.10%
Management expense ratio before waived fees	**2.29%**	2.30%	2.19%	n.a.	n.a.
Portfolio turnover rate	**56.39%**	56.23%	46.89%	45.11%	71.01%

Years Ended September 30	**2004**	**2003**	**2002**	**2001**	**2000**
Annual return	**15.93%**	13.86%	8.74%	-30.79%	44.83%

*   Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Investment Portfolio as at September 30, 2004

Equities (95.9%)	Number of Shares	Average Cost $	Market Value $
Energy (12.0%)			
AltaGas Income Trust	235,700	4,831,850	4,886,061
Calfrac Well Services	92,800	1,863,601	3,145,920
Duvernay Oil Corp., Private Placement	199,300	2,324,909	2,949,640
Fairborne Energy	386,700	2,319,261	3,789,660
Flint Energy Services	125,900	2,920,800	2,580,950
Hawker Resources	773,800	3,730,250	2,863,060
Innicor Subsurface Technologies	579,400	1,303,650	1,593,350
Nuvista Energy	415,400	3,068,038	4,021,072
Progress Energy Trust	306,050	3,932,742	4,575,448
Trican Well Service	65,000	2,497,380	3,120,000
		28,792,481	33,525,161
Materials (16.5%)			
Breakwater Resources	2,404,000	1,682,800	1,226,040
Breakwater Resources Warrants, 2009-01-28	1,202,000	–	282,470
Cambior	316,200	790,500	1,217,370
Cambior Warrants, 2008-08-12	170,500	–	272,800
Canfor Corporation	203,300	3,003,049	3,242,635
Eldorado Gold Corporation	618,000	1,835,509	2,527,620
EuroZinc Mining Corporation	4,970,000	3,031,092	3,826,900
FNX Mining Company	552,000	3,394,554	3,532,800
Glamis Gold	251,400	1,833,111	5,882,760
Inmet Mining Corporation	157,000	1,969,958	3,438,300
Quadra Mining	334,000	2,004,000	1,803,600
SFK Pulp Fund	277,000	2,698,654	2,299,100
Tembec, Class A	395,000	3,155,417	3,298,250
West Fraser Timber Co.	63,000	1,961,950	3,339,000
West Fraser Timber Co. Subscription Receipts	29,200	1,372,400	1,547,600
Wheaton River Minerals	687,700	894,010	2,730,169
Winpak	52,000	4,162,890	5,876,000
		33,789,894	46,343,414
Industrials (13.4%)			
CHC Helicopter Corporation, Class A	81,000	2,445,492	3,969,000
FirstService Corporation	157,100	4,284,842	4,728,710
Global Railway Industries	686,200	2,423,970	3,952,512
Groupe Laperrière & Verreault, Class A	265,600	4,525,824	5,312,000
Martinrea International	393,600	4,319,979	1,960,128
Martinrea International Rights, 2005-12-31	14,100	–	4,230
Pulse Data	1,803,000	3,026,570	2,704,500
SNC-Lavalin Group	86,100	1,568,741	4,162,935
Stantec	263,400	6,418,919	6,192,534
Vitran Corporation, Class A	249,000	2,267,821	4,606,500
		31,282,158	37,593,049
Consumer Discretionary (20.2%)			
Astral Media, Class A	156,300	4,464,885	4,432,668
Cinram International	220,000	2,125,212	4,664,000
Dorel Industries, Class B	176,000	4,841,729	6,265,600
Gildan Activewear, Class A	90,000	3,234,187	3,204,000
Hip Interactive Corp.	1,218,600	3,621,058	1,316,088
Mega Bloks	499,100	10,131,588	9,358,124
Reitmans (Canada), Class A	531,000	5,262,476	9,913,770
Richelieu Hardware	271,000	1,766,236	5,569,050
RONA	89,900	1,511,478	3,033,226
Shermag	279,300	4,197,863	2,820,930
Tesma International, Class A	78,700	2,427,030	2,361,787
TVA Group, Class B	198,700	3,665,099	3,791,196
		47,248,841	56,730,439

	Number of Shares	Average Cost $	Market Value $
Consumer Staples (9.1%)			
Alimentation Couche-Tard, Class B	262,000	4,174,680	7,925,500
Jean Coutu Group (PJC), Class A	404,200	4,612,921	6,790,560
Metro, Class A	326,800	6,093,027	6,258,220
Vincor International	142,000	3,769,075	4,451,700
		18,649,703	25,425,980
Healthcare (8.4%)			
Angiotech Pharmaceuticals	259,000	7,195,762	6,620,040
Axcan Pharma	408,200	8,812,329	8,008,884
Inex Pharmaceuticals Corporation	442,500	2,656,842	2,212,500
Labopharm	822,700	3,715,892	2,385,830
Patheon	292,800	3,156,408	2,708,400
Theratechnologies	589,500	3,304,626	1,538,595
		28,841,859	23,474,249
Financials (6.2%)			
Dundee Wealth Management	470,000	3,888,863	4,230,000
Home Capital Group, Class B	123,800	1,304,252	2,947,678
Northbridge Financial Corporation	269,200	4,509,253	6,277,744
VFC	437,000	3,775,770	3,933,000
		13,478,138	17,388,422
Information Technology (8.2%)			
Aastra Technologies	168,000	2,173,793	2,872,800
Coretec	1,036,000	2,642,439	2,206,680
DALSA Corporation	259,500	4,268,176	4,927,905
Enghouse Systems	242,000	1,981,773	2,260,280
Gennum Corporation	328,100	4,749,218	4,445,755
Mediagrif Interactive Technologies	406,000	4,012,790	3,926,020
Metrophotonics	1,412,383	1,060,230	8,926
Open Text Corporation	109,400	1,800,019	2,386,557
		22,688,438	23,034,923
Telecommunication Services (1.9%)			
Stratos Global Corporation	546,200	6,802,722	5,188,900
Total Equities		231,574,234	268,704,537

	Par Value $		
Money Market Securities (3.5%)			
Business Development Bank of Canada, notes 2004-11-15	3,125,000	3,108,595	3,108,595
Canada Treasury Bills 2004-12-02	2,840,000	2,825,424	2,825,424
2005-02-10	1,000,000	989,480	989,480
2005-03-10	1,000,000	987,590	987,590
HBOS, notes 2004-12-09	400,000	397,656	397,656
Ontario Treasury Bills 2004-11-12	1,535,000	1,527,110	1,527,110
		9,835,855	9,835,855
Total Investments (99.4%)		**241,410,089**	**278,540,392**
Other Net Assets (0.6%)			1,606,322
Net Assets (100%)			**280,146,714**

CANADIAN EQUITY FUNDS

Desjardins Select Canadian Equity Fund

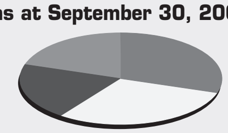
Objective

The objective of the Desjardins Select Canadian Equity Fund is to provide both a reasonable income and long-term capital appreciation.

Portfolio Composition

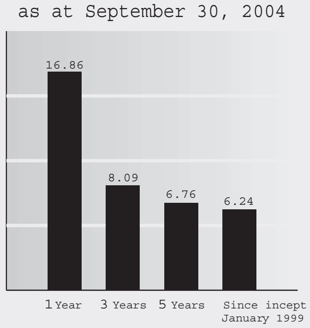
The assets of this Fund are invested in mutual funds, called underlying funds, primarily composed of equity securities of Canadian corporations.

Asset Mix as at September 30, 2004

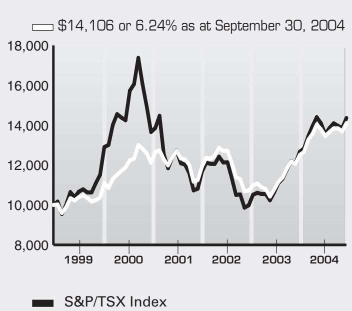


- 30.0% CI Canadian Investment Fund
- 30.0% Fidelity True North® Fund
- 20.0% AIM Canadian Premier Fund
- 19.9% AGF Canadian Large Cap Dividend Fund
- 0.1% Cash and Cash Equivalents

Compound Annual Return (in %) as at September 30, 2004



Growth of a Hypothetical $10,000 Investment Since Inception



Overview

The Desjardins Select Canadian Equity Fund missed its mark in a context where, during the first quarter of the year, the Canadian stock market experienced a steady climb to end the year with somewhat choppy growth. The AIM Canadian Premier Fund and the Fidelity True North® Fund, which emphasized the energy, materials and financial services sectors, led the way in terms of returns. The AGF Canadian Large Cap Dividend Fund, comprising significant weighting in American holdings, was penalized for the strong growth of the loonie compared to the greenback.

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Underlying Funds (99.9%)			
Fidelity True North® Fund	4,726,278	92,919,630	98,921,000
CI Canadian Investment Fund	4,971,708	78,347,680	98,936,993
AGF Canadian Large Cap Dividend Fund	2,124,983	54,422,143	65,768,217
AIM Canadian Premier Fund	5,485,787	60,733,694	65,802,012
Total Investments		286,423,147	329,428,222
Other Net Assets (0.1%)			288,966
Net Assets (100%)			329,717,188

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 11.098**	$ 9.828	$ 10.271	$ 11.635	$ 11.017
Income and gain on investment operations					
Net investment income (loss)	**(0.369)**	(0.176)	(0.048)	(0.015)	(0.041)
Realized and unrealized net gain (loss) on investments	**2.240**	1.446	(0.395)	(1.349)	1.578
Total	**1.871**	1.270	(0.443)	(1.364)	1.537
Distributions to investors					
Net gain on sale of investments	**–**	–	–	–	0.919
Net Asset Value, End of Year	**$ 12.969**	$ 11.098	$ 9.828	$ 10.271	$ 11.635
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 329,717**	$ 324,374	$ 283,864	$ 247,230	$ 212,781
Average net assets (in thousands)	**$ 341,397**	$ 298,905	$ 295,841	$ 251,968	$ 139,795
Management expense ratio	**3.11%**	3.11%	3.11%	3.11%	3.09%
Management expense ratio before waived fees	**n.a.**	3.19%	3.13%	3.16%	n.a.
Portfolio turnover rate	**65.84%**	4.00%	15.42%	15.19%	28.50%

Years Ended September 30	**2004**	**2003**	**2002**	**2001**	**2000**
Annual return	**16.86%**	12.93%	-4.31%	-12.86%	26.07%

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Fidelity True North® Fund

Objective

The Fund aims to achieve long-term capital growth.

Portfolio Composition

The Fund invests primarily in equity securities of Canadian companies.

Top 10 Holdings

	Top 10 Holdings	%
1.	Canadian Imperial Bank of Commerce	n.a.
2.	EnCana Corporation	n.a.
3.	TD Group Financial Services	n.a.
4.	Sun Life Financial Services of Canada	n.a.
5.	Bank of Nova Scotia	n.a.
6.	Bank of Montreal	n.a.
7.	Royal Bank of Canada	n.a.
8.	Canadian National Railway Company	n.a.
9.	Alcan	n.a.
10.	Research In Motion	n.a.
	Total	**36.1**

Asset Mix as at September 30, 2004	%
Equities*	
Financials	32.7
Materials	16.4
Energy	15.8
Information Technology	10.0
Industrials	5.8
Consumer Discretionary	5.6
Telecommunication Services	5.2
Consumer Staples	3.9
Healthcare	2.3
Other	0.2
Cash and Cash Equivalents	2.1
Total	**100.0**

* U.S. and Foreign Equities represent 4.5% of net assets.

Compound Annual Return (in %) as at September 30, 2004

CI Canadian Investment Fund

Objective

The Fund aims to achieve long-term capital growth.

Portfolio Composition

It is composed primarily of securities of the 150 largest companies (by capitalization) listed on the Toronto Stock Exchange, with a foreign content comprising stocks listed on the Standard & Poor's 500 index and of large-capitalization securities of companies outside of the United States.

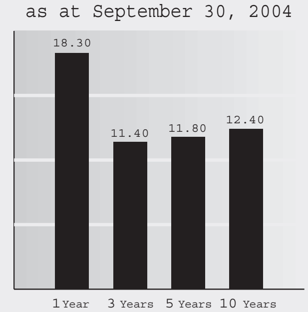
Top 10 Holdings

	Top 10 Holdings	%
1.	Bank of Nova Scotia	6.2
2.	Royal Bank of Canada	6.2
3.	Bank of Montreal	4.7
4.	Petro-Canada	3.9
5.	Alcan	3.4
6.	Imperial Oil	3.3
7.	Canadian Natural Resources	3.1
8.	Canadian National Railway Company	3.1
9.	Power Corporation of Canada	3.0
10.	Quebecor World	2.9
	Total	**39.8**

Asset Mix as at September 30, 2004	%
Equities*	
Financials	32.2
Energy	19.3
Materials	15.1
Industrials	10.7
Consumer Staples	4.6
Consumer Discretionary	3.9
Utilities	2.9
Healthcare	1.4
Information Technology	0.7
Telecommunication Services	0.7
Cash and Cash Equivalents	8.5
Total	**100.0**

* Foreign and U.S. Equities represent 6.2% and 3.1% of net assets, respectively.

Compound Annual Return (in % as at September 30, 2004

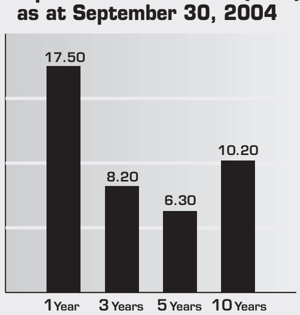


AGF Canadian Large Cap Dividend Fund

Asset Mix as at September 30, 2004	**%**
Equities*	
Financials	33.4
Materials	17.9
Energy	16.4
Industrials	9.4
Consumer Discretionary	5.9
Consumer Staples	4.5
Telecommunication Services	4.3
Information Technology	4.1
Healthcare	2.4
Bonds	0.7
Cash and Cash Equivalents	1.0
Total	**100.0**

* Foreign Equities represent 17.2% of net assets.

Compound Annual Return (in %)
as at September 30, 2004



Objective

The investment objective of this Fund is to obtain superior returns with reasonable risk through a combination of dividends from Canadian corporations, capital growth and interest income.

Portfolio Composition

It consists of common and convertible preferred shares of Canadian corporations.

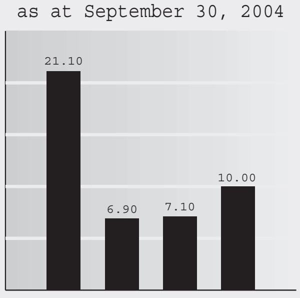
Top 10 Holdings	**%**
1. Manulife Financial Corporation	5.7
2. Bank of Nova Scotia	5.6
3. Petro-Canada	5.5
4. Canadian Natural Resources	4.9
5. Barrick Gold Corporation	4.7
6. EnCana Corporation	4.7
7. Canadian Imperial Bank of Commerce	4.6
8. Alcan	4.5
9. Canadian National Railway Company	4.1
10. TD Group Financial Services	4.0
Total	**48.3**

AIM Trimark Investments

Asset Mix as at September 30, 2004	**%**
Equities*	
Financials	29.3
Energy	19.1
Materials	9.1
Consumer Discretionary	8.5
Industrials	8.1
Consumer Staples	7.6
Telecommunication Services	6.4
Healthcare	2.9
Information Technology	2.9
Utilities	0.8
Cash and Cash Equivalents	5.3
Total	**100.0**

* Foreign and U.S. Equities represent 14.1% and 2.8% of net assets, respectively.

Compound Annual Return (in %
as at September 30, 2004



Objective

The investment objective of this Fund seeks to generate long-term capital growth.

Portfolio Composition

The Fund invests primarily in a diversified portfolio of Canadian equity securities with strong growth potential.

Top 10 Holdings	**%**
1. Manulife Financial Corporation	4.5
2. Power Financial Corporation	3.2
3. Canadian Natural Resources	3.2
4. Shoppers Drug Mart Corporation	3.1
5. Power Corporation of Canada	2.8
6. Bank of Nova Scotia	2.8
7. Bank of Montreal	2.8
8. EnCana Corporation	2.7
9. Suncor Energy	2.7
10. Talisman Energy	2.7
Total	**30.5**

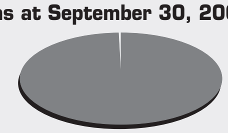
Objective

The objective of the Desjardins CI Canadian Investment Fund is to achieve long-term capital growth by replicating as closely as possible the return of the underlying CI Canadian Investment Fund.

Portfolio Composition

The portfolio of this Fund is invested in an investment fund, or underlying fund, the portfolio for which primarily consists of shares of major Canadian companies.

Asset Mix as at September 30, 2004



Annual Return

Due to the recent introduction of this Fund, whose units have been available for less than 12 months, the annual rate of return cannot be posted.

CANADIAN EQUITY FUNDS

Desjardins CI Canadian Investment Fund

Overview

In its original version, this Fund did not have a negative return in any single calendar year since 1994. This performance can be attributed to the Manager's prudent management and judicious selection of equities. Despite the prudent nature of its management, the Fund was out in front with growth of 18.30% for the year ended September 30, 2004. This performance is all the more satisfying since part of the portfolio is invested in foreign holdings, which were strongly affected by the growth of the Canadian dollar.

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Underlying Funds (99.6%)			
CI Canadian Investment Fund	2,064,692	39,378,607	41,087,375
Total Investments		**39,378,607**	**41,087,375**
Other Net Assets (0.4%)			165,514
Net Assets (100%)			**41,252,889**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class****					
Net Asset Value, Beginning of Year	**$ 10.000**	n.a.	n.a.	n.a.	n.a.
Income and gain on investment operations					
Net investment income (loss)	**(0.167)**	n.a.	n.a.	n.a.	n.a.
Realized and unrealized net gain (loss) on investments	**0.904**	n.a.	n.a.	n.a.	n.a.
Total	**0.737**	n.a.	n.a.	n.a.	n.a.
Net Asset Value, End of Year	**$ 10.737**	n.a.	n.a.	n.a.	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 41,253**	n.a.	n.a.	n.a.	n.a.
Average net assets (in thousands)	**$ 22,239**	n.a.	n.a.	n.a.	n.a.
Management expense ratio	**2.53%**	n.a.	n.a.	n.a.	n.a.
Management expense ratio before waived fees	**2.64%**	n.a.	n.a.	n.a.	n.a.
Portfolio turnover rate	**5.29%**	n.a.	n.a.	n.a.	n.a.

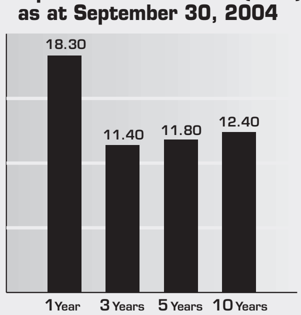
** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*
***** Beginning of operations in January 2004*

CI Canadian Investment Fund

Asset Mix as at September 30, 2004	%
Equities*	
Financials	32.2
Energy	19.3
Materials	15.1
Industrials	10.7
Consumer Staples	4.6
Consumer Discretionary	3.9
Utilities	2.9
Healthcare	1.4
Information Technology	0.7
Telecommunication Services	0.7
Cash and Cash Equivalents	8.5
Total	**100.0**

* Foreign and U.S. Equities represent 6.2% and 3.1% of net assets, respectively.

Compound Annual Return (in %) as at September 30, 2004



Objective

The Fund aims to achieve long-term capital growth.

Portfolio Composition

It is composed primarily of securities of the 150 largest companies (by capitalization) listed on the Toronto Stock Exchange, with a foreign content comprising stocks listed on the Standard & Poor's 500 index and of large-capitalization securities of companies outside of the United States.

Top 10 Holdings		%
1.	Bank of Nova Scotia	6.2
2.	Royal Bank of Canada	6.2
3.	Bank of Montreal	4.7
4.	Petro-Canada	3.9
5.	Alcan	3.4
6.	Imperial Oil	3.3
7.	Canadian Natural Resources	3.1
8.	Canadian National Railway Company	3.1
9.	Power Corporation of Canada	3.0
10.	Quebecor World	2.9
	Total	**39.8**

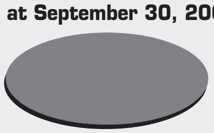
Objective

The objective of the Desjardins Fidelity True North® Fund is to achieve long-term capital growth by replicating as closely as possible the return of the underlying Fidelity True North® Fund.

Portfolio Composition

The portfolio of this Fund is invested in an investment fund, or underlying fund, the portfolio for which primarily consists of shares of major Canadian companies.

Asset Mix
as at September 30, 2004



100.1% Fidelity True North® Fund
(0.1%) Cash and Cash Equivalents

Annual Return

Due to the recent introduction of this Fund, whose units have been available for less than 12 months, the annual rate of return cannot be posted.

CANADIAN EQUITY FUNDS

Desjardins Fidelity True North® Fund†

Overview

The Canadian stock market posted good growth over the past year due to Canadian companies that increased their profitability. World events such as the hike in oil prices, political tensions and the start of monetary tightening in the United States, not to mention the same tightening in Canada, weighed heavily on the stock market over the past six months. In this context, the original version of the Desjardins Fidelity True North® Fund had a good year, with an annual return at September 30, 2004, of 18.20%, thus ranking it below the median of comparable funds.

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Underlying Funds (100.1%)			
Fidelity True North® Fund	319,395	6,485,198	6,684,938
Total Investments		**6,485,198**	**6,684,938**
Other Net Assets (–0.1%)			(8,822)
Net Assets (100%)			**6,676,116**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class****					
Net Asset Value, Beginning of Year	**$ 10.000**	n.a.	n.a.	n.a.	n.a.
Income and gain on investment operations					
Net investment income (loss)	**(0.186)**	n.a.	n.a.	n.a.	n.a.
Realized and unrealized net gain (loss) on investments	**0.660**	n.a.	n.a.	n.a.	n.a.
Total	**0.474**	n.a.	n.a.	n.a.	n.a.
Net Asset Value, End of Year	**$ 10.474**	n.a.	n.a.	n.a.	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 6,676**	n.a.	n.a.	n.a.	n.a.
Average net assets (in thousands)	**$ 4,255**	n.a.	n.a.	n.a.	n.a.
Management expense ratio	**2.52%**	n.a.	n.a.	n.a.	n.a.
Management expense ratio before waived fees	**3.11%**	n.a.	n.a.	n.a.	n.a.
Portfolio turnover rate	**8.89%**	n.a.	n.a.	n.a.	n.a.

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*
***** Beginning of operations in January 2004*

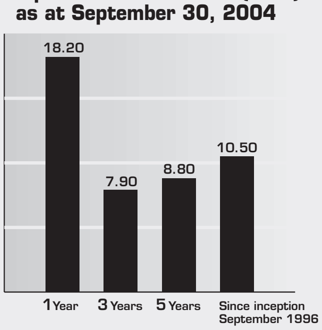
† **Fidelity True North**® and **Fidelity Investments** are registered trademarks owned by FMR Corp.

Fidelity True North® Fund

Asset Mix as at September 30, 2004	%
Equities*	
Financials	32.7
Materials	16.4
Energy	15.8
Information Technology	10.0
Industrials	5.8
Consumer Discretionary	5.6
Telecommunication Services	5.2
Consumer Staples	3.9
Healthcare	2.3
Other	0.2
Cash and Cash Equivalents	2.1
Total	**100.0**

* U.S. and Foreign Equities represent 4.5% of net assets.

Compound Annual Return (in %) as at September 30, 2004



Objective

The Fund aims to achieve long-term capital growth.

Portfolio Composition

The Fund invests primarily in equity securities of Canadian companies.

Top 10 Holdings

	Holding	%
1.	Canadian Imperial Bank of Commerce	n.a.
2.	EnCana Corporation	n.a.
3.	TD Group Financial Services	n.a.
4.	Sun Life Financial Services of Canada	n.a.
5.	Bank of Nova Scotia	n.a.
6.	Bank of Montreal	n.a.
7.	Royal Bank of Canada	n.a.
8.	Canadian National Railway Company	n.a.
9.	Alcan	n.a.
10.	Research In Motion	n.a.
	Total	**36.1**

CANADIAN EQUITY FUNDS

Desjardins Fidelity Canadian Growth Company Fund†

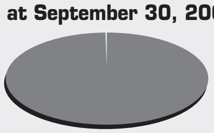
Objective

The objective of the Desjardins Fidelity Canadian Growth Company Fund aims to achieve long-term capital growth by replicating as closely as possible the return of the underlying Fidelity Canadian Growth Company Fund.

Portfolio Composition

The portfolio of this Fund is invested in an investment fund, or underlying fund, the portfolio for which primarily consists of shares of Canadian companies.

Asset Mix as at September 30, 2004



99.7% Fidelity Canadian Growth Company Fund
0.3% Cash and Cash Equivalents

Annual Return

Due to the recent introduction of this Fund, whose units have been available for less than 12 months, the annual rate of return cannot be posted.

Overview

Canadian small- and medium-capitalization stocks, listed on the S&P/TSX SmallCap and MidCap indices, had an excellent year with returns of 13.6% and 25.5%, respectively. Thus, the original version of Desjardins Fidelity Canadian Growth Company Fund had a good year, with an annual return of 18.0% at September 30, 2004. This good performance is the result of a judicious selection of stocks including exposure to Research In Motion stock, which grew by more than 270% during the year.

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Underlying Funds (99.7%)			
Fidelity Canadian Growth Company Fund	345,027	9,671,010	9,902,265
Total Investments		**9,671,010**	**9,902,265**
Other Net Assets (0.3%)			27,254
Net Assets (100%)			**9,929,519**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class****					
Net Asset Value, Beginning of Year	$ **10.000**	n.a.	n.a.	n.a.	n.a.
Income and gain on investment operations					
Net investment income (loss)	**(0.198)**	n.a.	n.a.	n.a.	n.a.
Realized and unrealized net gain (loss) on investments	**0.656**	n.a.	n.a.	n.a.	n.a.
Total	**0.458**	n.a.	n.a.	n.a.	n.a.
Net Asset Value, End of Year	$ **10.458**	n.a.	n.a.	n.a.	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	$ **9,930**	n.a.	n.a.	n.a.	n.a.
Average net assets (in thousands)	$ **6,442**	n.a.	n.a.	n.a.	n.a.
Management expense ratio	**2.65%**	n.a.	n.a.	n.a.	n.a.
Management expense ratio before waived fees	**2.92%**	n.a.	n.a.	n.a.	n.a.
Portfolio turnover rate	**6.49%**	n.a.	n.a.	n.a.	n.a.

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*
***** Beginning of operations in January 2004*

† **Fidelity Investments** is a trademark of FMR Corp.

Fidelity Canadian Growth Company Fund

Asset Mix as at September 30, 2004	%
Equities*	
Industrials	20.3
Energy	12.4
Information Technology	12.3
Financials	11.3
Consumer Discretionary	10.7
Materials	10.0
Consumer Staples	9.3
Healthcare	6.2
Other	0.5
Cash and Cash Equivalents	7.0
Total	**100.0**

* Foreign Equities represent 7.9% of net assets.

Annual Return

Due to the recent introduction of this Fund, whose units have been available for less than 12 months, the annual rate of return cannot be posted.

Objective

The Fund aims to achieve long-term capital growth.

Portfolio Composition

It consists primarily of equity securities of Canadian companies with higher-than-average growth potential.

Top 10 Holdings

	Top 10 Holdings	%
1.	Alimentation Couche-Tard, Class B	n.a.
2.	Power Corporation of Canada	n.a.
3.	Penn West Petroleum	n.a.
4.	Orbital Sciences Corporation	n.a.
5.	CGI Group, Class A	n.a.
6.	MacDonald, Dettwiler and Associates	n.a.
7.	Shoppers Drug Mart Corporation	n.a.
8.	Angiotech Pharmaceuticals	n.a.
9.	RONA	n.a.
10.	CHC Helicopter Corporation, Class A	n.a.
	Total	**28.2**

Desjardins American Equity Value Fund

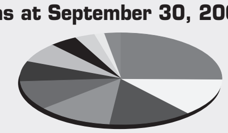
Objective

The objective of the Desjardins American Equity Value Fund is to achieve long-term capital appreciation.

Portfolio Composition

The Fund's portfolio consists primarily of securities of major companies in the United States.

Asset Mix as at September 30, 2004



25.2%	Financials
13.3%	Industrials
13.3%	Consumer Discretionary
11.9%	Information Technology
10.3%	Healthcare
7.1%	Energy
7.0%	Consumer Staples
4.4%	Materials
3.2%	Utilities
1.6%	Telecommunication Services
2.7%	Cash and Cash Equivalents

Annual Return

Due to the recent introduction of this Fund, whose units have been available for less than 12 months, the annual rate of return cannot be posted.

Overview

The U.S. equity markets, as measured by the S&P 500 (in CAD$), fell slightly since the beginning of 2004 amid growing concerns about the strength of the economy. Anxiety about rising interest rates and record high energy prices tempered optimism about strong economic growth and corporate profits. The Fund lagged the benchmark during the period owing mainly to stock selection in the technology and healthcare sectors. The largest detractors included Hewlett-Packard Company, Intel Corporation, Pfizer and Merck & Co. An underweight in technology and strong stock selection within the industrial and energy sectors added value during the period. Buoyed by record-high oil prices, energy holdings like Exxon Mobile and ChevronTexaco Corporation contributed the most to the Fund's performance over the year.

Top 10 Holdings	%
1. General Electric Company	3.4
2. Microsoft Corporation	3.0
3. Caisse centrale Desjardins, notes, 2004-10-13	2.5
4. Exxon Mobil Corporation	2.5
5. Citigroup	2.5
6. Pfizer	2.5
7. J.P. Morgan Chase & Co.	2.2
8. Johnson & Johnson	2.1
9. Bank of America Corporation	2.0
10. ChevronTexaco Corporation	1.6
Total	**24.3**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class****					
Net Asset Value, Beginning of Year	**$ 10.000**	n.a.	n.a.	n.a.	n.a.
Income and gain on investment operations					
Net investment income (loss)	**(0.066)**	n.a.	n.a.	n.a.	n.a.
Realized and unrealized net gain (loss) on investments	**(0.125)**	n.a.	n.a.	n.a.	n.a.
Total	**(0.191)**	n.a.	n.a.	n.a.	n.a.
Net Asset Value, End of Year	**$ 9.809**	n.a.	n.a.	n.a.	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 235,449**	n.a.	n.a.	n.a.	n.a.
Average net assets (in thousands)	**$ 237,874**	n.a.	n.a.	n.a.	n.a.
Management expense ratio	**2.56%**	n.a.	n.a.	n.a.	n.a.
Management expense ratio before waived fees	**n.a.**	n.a.	n.a.	n.a.	n.a.
Portfolio turnover rate	**12.02%**	n.a.	n.a.	n.a.	n.a.

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*
***** Beginning of operations in January 2004*

Desjardins American Equity Value Fund

Investment Portfolio as at September 30, 2004

Equities (97.3%)	Number of Shares	Average Cost $	Market Value $
Canadian Equities (1.8%)			
Materials (0.4%)			
Alcan	17,400	1,008,849	1,052,700
Consumer Discretionary (0.4%)			
Magna International, Class A	9,700	1,019,809	908,696
Financials (0.7%)			
Manulife Financial Corporation	29,277	1,250,787	1,621,946
Information Technology (0.3%)			
Celestica	43,700	1,132,547	701,385
Total Canadian Equities		4,411,992	4,284,727
U.S. Equities (90.4%)			
Energy (6.6%)			
ChevronTexaco Corporation	55,400	3,036,438	3,755,885
ConocoPhillips	22,600	1,904,840	2,366,544
Exxon Mobil Corporation	97,300	5,138,523	5,943,515
Marathon Oil Corporation	33,900	1,483,125	1,768,696
Occidental Petroleum Corporation	24,000	1,373,282	1,696,562
		12,936,208	15,531,202
Materials (3.9%)			
Eastman Chemical Company	5,100	321,905	306,503
Georgia-Pacific Group	30,100	1,159,931	1,367,663
Martin Marietta Materials	13,200	818,439	755,263
MeadWestvaco Corporation	31,300	1,232,420	1,261,969
Smurfit-Stone Container Corporation	48,500	1,190,107	1,187,367
Temple-Inland	13,700	1,087,980	1,162,734
United States Steel Corporation	33,200	1,525,789	1,578,595
Vulcan Materials Company	17,800	1,127,040	1,146,246
Worthington Industries	17,700	439,765	477,623
		8,903,376	9,243,963
Industrials (11.7%)			
3M Co.	2,400	253,823	242,578
American Axle & Manufacturing	14,100	736,759	521,443
Boeing Company	36,900	1,975,894	2,407,455
Burlington Northern Santa Fe Corporation	31,000	1,277,475	1,501,024
CSX Corporation	26,300	1,162,297	1,103,589
Eaton Corporation	16,400	1,187,666	1,314,363
General Dynamics Corporation	3,300	392,600	425,847
General Electric Company	190,600	7,702,026	8,089,419
Goodrich Corporation	29,200	1,107,192	1,157,371
Honeywell International	36,100	1,612,091	1,636,180
Hubbell, Class B	13,500	747,895	764,920
Interpublic Group of Companies	44,500	947,865	595,621
Masco Corporation	37,400	1,257,701	1,632,232
Norfolk Southern Corporation	29,100	868,807	1,093,825
Parker Hannifin Corporation	18,800	1,397,958	1,398,595
Rohm and Haas Company	7,900	428,707	429,048
RR Donnelley & Sons Company	28,600	1,154,500	1,132,144
Textron	19,400	1,415,464	1,575,882
United Parcel Service, Class B	6,200	568,595	594,924
		26,195,315	27,616,460

	Number of Shares	Average Cost $	Market Value $
Consumer Discretionary (13.0%)			
BorgWarner	14,600	892,006	798,830
Comcast Corporation, Class A	62,200	2,818,543	2,220,081
Dana Corporation	27,000	684,036	603,678
Federated Department Stores	19,600	1,232,816	1,125,415
General Motors Corporation	23,500	1,594,760	1,261,729
Home Depot	62,100	2,823,645	3,076,744
Johnson Controls	3,100	242,991	222,587
Jones Apparel Group	25,000	1,264,360	1,131,193
Limited Brands	54,400	1,375,513	1,532,578
May Department Stores Company	31,300	1,262,761	1,013,927
McDonald's Corporation	51,300	1,618,194	1,817,415
Mohawk Industries	8,200	742,884	822,798
Nordstrom	11,100	610,891	536,481
Office Depot	55,400	1,236,506	1,052,404
Saks	43,100	897,357	656,414
Stanley Works	6,000	314,652	322,523
Staples	42,100	1,410,928	1,586,732
Target Corporation	35,400	1,718,465	2,024,583
Time Warner	121,800	2,891,163	2,484,646
VF Corporation	20,300	1,099,621	1,268,750
Viacom, Class B	8,400	453,330	356,299
Wal-Mart Stores	54,800	3,662,733	3,684,732
Whirlpool Corporation	12,000	1,108,512	911,375
		31,956,667	30,511,914
Consumer Staples (6.6%)			
Adolph Coors Company	11,100	983,495	952,872
Altria Group	53,500	3,606,688	3,180,789
Coca-Cola Company	21,600	1,402,058	1,093,377
Kimberly-Clark Corporation	21,400	1,566,810	1,746,999
Kroger Co.	54,500	1,302,071	1,069,060
PepsiCo	47,300	2,912,151	2,908,424
Procter & Gamble Company	23,800	1,512,655	1,627,978
Safeway	42,700	1,221,602	1,042,135
Tyson Foods, Class A	8,900	175,814	180,205
UST	28,700	1,310,967	1,460,392
Yum! Brands	4,700	204,843	241,534
		16,199,154	15,503,765
Healthcare (8.8%)			
Abbott Laboratories	6,000	336,405	321,234
Amgen	3,600	291,499	257,897
Bristol-Myers Squibb Company	45,600	1,674,454	1,364,196
Eli Lilly and Company	5,600	488,627	425,025
Guidant Corporation	20,300	1,654,264	1,694,403
HCA	8,500	448,285	409,852
Johnson & Johnson	69,300	4,846,170	4,933,859
Medco Health Solutions	22,600	919,536	882,634
Medtronic	3,500	215,827	229,588
Merck & Co.	60,300	3,513,982	2,515,040
Pfizer	149,800	6,713,279	5,793,579
Wyeth	38,600	2,168,079	1,824,621
		23,270,407	20,651,928

Investment Portfolio as at September 30, 2004

U.S. Equities (continued)	Number of Shares	Average Cost $	Market Value $
Financials (23.5%)			
Allstate Corporation	28,800	1,685,270	1,746,855
American Express Company	3,800	230,737	247,154
American International Group	31,900	2,865,873	2,741,255
Bank of America Corporation	84,232	4,174,538	4,612,958
Capital One Financial Corporation	3,500	284,720	326,908
Chubb Corporation	14,600	1,260,377	1,296,876
Citigroup	105,800	6,693,317	5,899,767
Comerica	20,700	1,424,680	1,552,762
Fannie Mae	28,500	2,614,965	2,283,746
Freddie Mac	27,300	2,163,802	2,251,077
Genworth Financial, Class A	43,800	1,325,816	1,289,864
Golden West Financial Corporation	3,900	504,954	546,897
Goldman Sachs Group	17,200	2,163,000	2,026,957
Hartford Financial Services Group	17,100	1,355,763	1,338,477
J.P. Morgan Chase & Co.	102,796	5,050,113	5,161,887
KeyCorp	6,400	234,737	255,612
Lehman Brothers Holdings	14,100	1,441,827	1,420,693
MBIA	15,100	1,170,154	1,110,934
Mellon Financial Corporation	20,800	912,254	727,947
Merrill Lynch & Co.	16,600	1,268,761	1,043,165
MetLife	30,000	1,254,668	1,465,495
MGIC Investment Corporation	13,500	1,163,434	1,135,522
Morgan Stanley	33,700	2,362,796	2,099,861
National City Corporation	33,700	1,390,446	1,644,962
PNC Financial Services Group	4,300	290,138	294,022
SouthTrust Corporation	14,900	663,248	784,548
St. Paul Travelers Companies	39,190	1,993,471	1,637,540
SunTrust Banks	18,300	1,624,821	1,628,543
U.S. Bancorp	29,600	1,034,181	1,081,193
Wachovia Corporation	41,000	2,443,969	2,432,950
Washington Mutual	38,300	1,968,872	1,891,764
Wells Fargo & Company	17,300	1,257,350	1,303,841
		56,273,052	55,282,032
Information Technology (11.5%)			
ADC Telecommunications	243,700	1,019,954	557,504
Agere Systems, Class A	198,900	326,350	263,960
Arrow Electronics	37,000	1,216,072	1,055,940
Atmel Corporation	74,800	477,886	342,235
Cisco Systems	83,900	2,902,089	1,919,350
Computer Sciences Corporation	7,400	413,663	440,521
Corning	104,600	1,534,686	1,464,823
Dell	16,800	755,345	755,915
Electronic Data Systems Corporation	53,800	1,584,987	1,318,481
Hewlett-Packard Company	96,700	2,960,115	2,291,614
Ingram Micro	47,500	1,025,203	966,570
Intel Corporation	68,800	2,810,890	1,744,348
International Business Machines Corporation (IBM)	19,500	2,253,743	2,113,154
Lucent Technologies	76,700	305,022	307,304
Microsoft Corporation	202,100	7,014,946	7,062,772
Oracle Corporation	25,400	460,050	362,123
Solectron Corporation	186,700	1,590,872	1,168,055
SunGard Data Systems	6,400	247,687	192,275
Tech Data Corporation	19,200	1,006,648	935,490
Tellabs	111,600	1,365,124	1,296,264
Vishay Intertechnology	40,300	1,013,841	657,065
		32,285,173	27,215,763

	Number of Shares	Average Cost $	Market Value $
Telecommunication Services (1.6%)			
SBC Communications	26,900	904,774	882,274
Sprint Corporation	69,200	1,618,606	1,760,612
Verizon Communications	20,600	952,321	1,025,313
		3,475,701	3,668,199
Utilities (3.2%)			
American Electric Power Company	31,800	1,271,133	1,284,540
CMS Energy Corporation	43,400	488,593	522,204
El Paso Corporation	36,000	443,364	418,150
Exelon Corporation	37,000	1,573,766	1,715,786
FirstEnergy Corp.	27,200	1,265,016	1,412,255
Northeast Utilities	34,300	858,198	840,593
Sempra Energy	30,300	1,148,997	1,385,942
		7,049,067	7,579,470
Total U.S. Equities		218,544,120	212,804,696
Foreign Equities (5.1%)			
Bermuda (2.4%)			
Cooper Industries, Class A	8,400	602,430	626,390
Ingersoll-Rand Company, Class A	9,100	768,030	781,758
RenaissanceRe Holdings	8,700	588,538	567,171
Tyco International	59,900	2,081,779	2,321,201
XL Capital	14,500	1,446,265	1,355,985
		5,487,042	5,652,505
Cayman Islands (0.3%)			
ACE	13,600	745,444	688,595
France (0.5%)			
Sanofi-Synthelabo, ADR	27,600	1,209,993	1,277,093
Netherlands (0.4%)			
Unilever, ADR	12,900	1,186,662	942,391
United Kingdom (1.5%)			
AstraZeneca, ADR	20,100	1,167,117	1,044,885
BP, ADR	16,100	1,018,800	1,170,669
GlaxoSmithKline, ADR	22,500	1,272,778	1,243,586
		3,458,695	3,459,140
Total Foreign Equities		12,087,836	12,019,724
Total Equities		235,043,948	229,109,147
	Par Value $		
Money Market Securities (2.7%)			
Bank of Montreal, notes 2004-10-01	440,000	440,000	440,000
Caisse centrale Desjardins, notes 2004-10-13	6,000,000	5,992,920	5,992,920
		6,432,920	6,432,920
Total Investments (100.0%)		**241,476,868**	**235,542,067**
Other Net Assets (–0.0%)			(93,409)
Net Assets (100%)			**235,448,658**

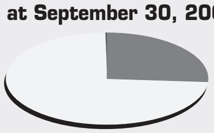
Objective

The objective of the Desjardins American Equity Value RSP Fund is to achieve a return related to that of the underlying Desjardins American Equity Value Fund.

Portfolio Composition

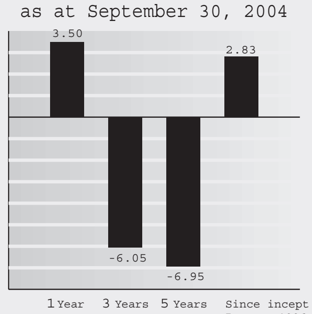
The portfolio of this Fund is invested in an investment fund, or underlying fund, the portfolio for which primarily consists of shares of major American companies.

Asset Mix
as at September 30, 2004

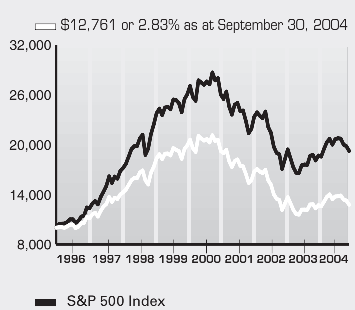


26.1% Underlying Fund
73.6% Derivative financial instruments related to the underlying fund
0.3% Cash and Cash Equivalents

Compound Annual Return (in %)
as at September 30, 2004



Growth of a Hypothetical $10,000 Investment Since Inception



AMERICAN EQUITY FUNDS

Desjardins American Equity Value RSP Fund

Overview

The U.S. equity markets, as measured by the S&P 500 (in CAD$), fell slightly since the beginning of 2004 amid growing concerns about the strength of the economy. Anxiety about rising interest rates and record high energy prices tempered optimism about strong economic growth and corporate profits. The Fund lagged the benchmark during the period owing mainly to stock selection in the technology and healthcare sectors. The largest detractors included Hewlett-Packard Company, Intel Corporation, Pfizer and Merck & Co. An underweight in technology and strong stock selection within the industrial and energy sectors added value during the period. Buoyed by record-high oil prices, energy holdings like Exxon Mobile and ChevronTexaco Corporation contributed the most to performance over the year.

Top 10 Holdings	%
1. General Electric Company	3.4
2. Microsoft Corporation	3.0
3. Caisse centrale Desjardins, notes, 2004-10-13	2.5
4. Exxon Mobil Corporation	2.5
5. Citigroup	2.5
6. Pfizer	2.5
7. J.P. Morgan Chase & Co.	2.2
8. Johnson & Johnson	2.1
9. Bank of America Corporation	2.0
10. ChevronTexaco Corporation	1.6
Total	**24.3**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 7.983**	$ 7.856	$ 9.964	$ 12.278	$ 13.331
Income and gain on investment operations					
Net investment income (loss)	**0.525**	0.049	(1.855)	(1.939)	(0.115)
Realized and unrealized net gain (loss) on investments	**(0.245)**	0.078	(0.253)	(0.375)	(0.938)
Total	**0.280**	0.127	(2.108)	(2.314)	(1.053)
Net Asset Value, End of Year	**$ 8.263**	$ 7.983	$ 7.856	$ 9.964	$ 12.278
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 223,810**	$ 201,821	$ 190,079	$ 206,771	$ 242,588
Average net assets (in thousands)	**$ 226,873**	$ 197,749	$ 227,269	$ 232,707	$ 259,142
Management expense ratio	**2.90%**	2.17%	2.17%	2.17%	2.10%
Management expense ratio before waived fees	**2.91%**	2.32%	2.22%	n.a.	n.a.
Portfolio turnover rate	**54.84%**	576.07%	546.18%	426.05%	444.35%

Years Ended September 30	2004	2003	2002	2001	2000
Annual return	**3.50%**	1.63%	-21.16%	-24.69%	11.71%

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Underlying Funds (26.1%)			
Desjardins American Equity Value Fund	5,962,418	59,891,969	58,485,360
Derivative Financial Instruments (Table) (– 6.7%)			(14,980,378)
Total Investments (19.4%)		**59,891,969**	**43,504,982**
Other Net Assets* (80.6%)			180,305,045
Net Assets (100%)			**223,810,027**

Table

Forward Contracts	Counterpart	Notional Number of Units	Average Cost $	Market Value $	Unrealized Appreciation (Depreciation) $
Units of Desjardins American Equity Value Fund, 2004-10-01	Caisse centrale Desjardins	16,905,562	179,622,222	164,641,844	(14,980,378)

* A deposit of $179,622,222, which corresponds to the par value of forward contracts, is held at Caisse centrale Desjardins.

Desjardins Select American Equity Fund

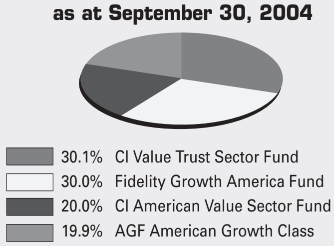
Objective

The objective of the Desjardins Select American Equity Fund is to provide long-term capital appreciation.

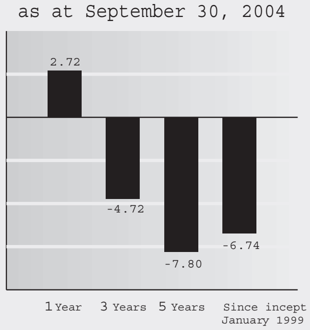
Portfolio Composition

The assets of this Fund are invested in mutual funds, called underlying funds, whose portfolios are primarily composed of equity securities of U.S. corporations.

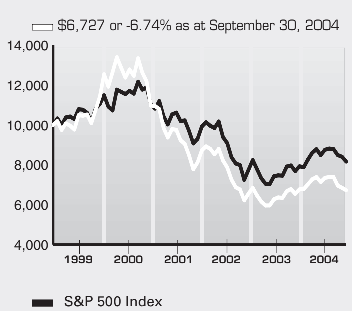
Asset Mix as at September 30, 2004



Compound Annual Return in %
as at September 30, 2004



Growth of a Hypothetical $10,000 Investment Since Inception



Overview

The stronghold of the loonie compared to the greenback cut the return of the S&P 500 in half for investors north of the 49th parallel, dropping the index's performance from 13.87% to a modest 6.58%. The CI American Value Fund surpassed the other underlying funds because of its high level of liquid assets, despite the portfolio's underweight in energy and materials—two obvious sectors throughout the year. The Fidelity Growth America Fund came in second as it was a victim of the torment affecting Merck & Co. stock at the end of the year, while the sector-based gambles taken by the AGF American Growth Class Fund proved to be detrimental judging by their last-place finish.

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Underlying Funds (100.0%)			
Fidelity Growth America Fund	952,588	28,606,771	22,090,506
CI American Value Sector Fund	937,231	12,444,846	14,770,761
CI Value Trust Sector Fund	2,088,259	23,032,380	22,198,194
AGF American Growth Class	740,928	22,830,000	14,714,836
Total Investments		**86,913,997**	**73,774,297**
Other Net Assets (0.0%)			22,647
Net Assets (100%)			**73,796,944**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 5.933**	$ 5.636	$ 7.047	$ 9.918	$ 12.035
Income and gain on investment operations					
Net investment income (loss)	**(0.201)**	(0.126)	(0.038)	(0.031)	(0.058)
Realized and unrealized net gain (loss) on investments	**0.363**	0.423	(1.373)	(2.840)	(1.468)
Total	**0.162**	0.297	(1.411)	(2.871)	(1.526)
Distributions to investors					
Net gain on sale of investments	**–**	–	–	–	0.591
Net Asset Value, End of Year	**$ 6.095**	$ 5.933	$ 5.636	$ 7.047	$ 9.918
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 73,797**	$ 76,938	$ 71,393	$ 68,578	$ 71,533
Average net assets (in thousands)	**$ 82,039**	$ 73,758	$ 83,190	$ 75,241	$ 54,157
Management expense ratio	**3.19%**	3.19%	3.19%	3.19%	3.19%
Management expense ratio before waived fees	**3.20%**	3.30%	3.21%	3.26%	3.20%
Portfolio turnover rate	**34.33%**	43.51%	20.03%	28.67%	32.36%

Years Ended September 30	**2004**	**2003**	**2002**	**2001**	**2000**
Annual return	**2.72%**	5.28%	-20.03%	-38.38%	25.06%

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Fidelity Growth America Fund

Objective

The Fund aims to achieve long-term capital growth.

Portfolio Composition

It consists primarily of equity securities of medium and large U.S. companies.

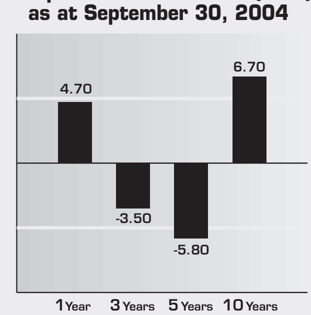
Top 10 Holdings

Top 10 Holdings	%
1. Genentech	n.a.
2. SBC Communications	n.a.
3. BJ Services Company	n.a.
4. Microsoft Corporation	n.a.
5. Zimmer Holdings	n.a.
6. EMC Corporation	n.a.
7. KLA-Tencor Corporation	n.a.
8. St. Jude Medical	n.a.
9. Pfizer	n.a.
10. UnitedHealth Group	n.a.
Total	**25.2**

Asset Mix as at September 30, 2004	%
Equities*	
Information Technology	24.5
Healthcare	17.8
Financials	12.9
Consumer Discretionary	11.0
Energy	8.4
Consumer Staples	7.7
Materials	7.6
Telecommunication Services	5.5
Industrials	3.5
Other	0.3
Cash and Cash Equivalents	0.8
Total	**100.0**

* U.S. and Foreign Equities represent 97.5% of net assets.

Compound Annual Return (in %) as at September 30, 2004



CI American Value Sector Fund

Objective

The objective of the Fund is to provide superior returns with a limited level of risk by investing in a diversified portfolio of high-quality undervalued companies.

Portfolio Composition

The Fund invests primarily in equity and equity-related securities of companies in the United States.

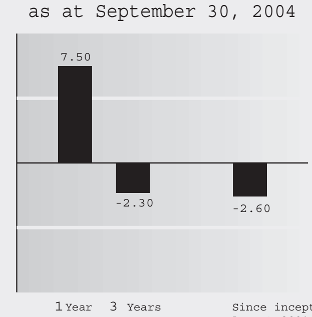
Top 10 Holdings

Top 10 Holdings	%
1. Apple Computer	3.3
2. ConocoPhillips	2.6
3. Bunge	2.6
4. Anadarko Petroleum Corporation	2.6
5. Microsoft Corporation	2.5
6. Laboratory Corporation of America Holdings	2.5
7. Harrah's Entertainment	2.5
8. Exxon Mobil Corporation	2.5
9. Endo Pharmaceuticals Holdings	2.4
10. DaVita	2.4
Total	**25.9**

Asset Mix as at September 30, 2004	%
Equities*	
Healthcare	18.4
Information Technology	18.1
Consumer Discretionary	16.4
Financials	9.3
Energy	7.6
Utilities	7.3
Consumer Staples	6.9
Industrials	6.3
Materials	2.4
Cash and Cash Equivalents	7.3
Total	**100.0**

* U.S. and Foreign Equities represent 88.3% and 4.4% of net assets, respectively.

Compound Annual Return (in %
as at September 30, 2004

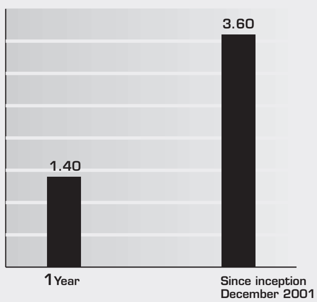


CI Value Trust Sector Fund

Asset Mix as at September 30, 2004	%
Equities*	
Consumer Discretionary	27.3
Financials	20.2
Healthcare	13.7
Industrials	12.1
Telecommunication Services	9.5
Information Technology	8.5
Consumer Staples	4.3
Utilities	3.5
Cash and Cash Equivalents	0.9
Total	**100.0**

* U.S. and Foreign Equities represent 88.3% and 4.4% of net assets, respectively.

Compound Annual Return (in %) as at September 30, 2004



Objective

The investment objective of the Fund is to obtain long-term capital growth.

Portfolio Composition

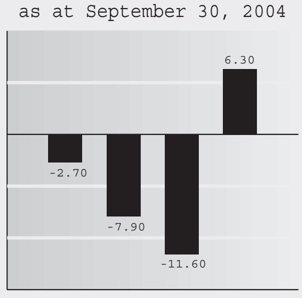
The Fund invests primarily in equity and equity-related securities of companies in the United States.

Top 10 Holdings	%
1. Nextel Communications	7.1
2. Tyco International	7.0
3. UnitedHealth Group	6.3
4. Amazon.com	6.1
5. J.P. Morgan Chase & Co.	5.5
6. IAC/InterActiveCorp	4.7
7. eBay	3.8
8. Eastman Kodak Company	3.7
9. AES Corporation	3.5
10. MGIC Investment Corporation	3.4
Total	**51.1**

AGF American Growth Class

Asset Mix as at September 30, 2004	%
Equities	
Information Technology	27.8
Industrials	21.7
Financials	18.0
Healthcare	17.9
Consumer Discretionary	11.5
Cash and Cash Equivalents	3.1
Total	**100.0**

Compound Annual Return (in %) as at September 30, 2004



Objective

The investment objective of the Fund is to provide long-term capital growth.

Portfolio Composition

The Fund invests primarily in equity securities of established U.S. companies.

Top 10 Holdings	%
1. Microsoft Corporation	6.5
2. Goldman Sachs Group	5.8
3. Morgan Stanley	5.2
4. United Technologies Corporation	4.7
5. American Express Company	4.5
6. General Electric Company	4.2
7. Dell	4.0
8. International Business Machines Corporation (IBM)	4.0
9. Johnson & Johnson	3.9
10. Pfizer	3.6
Total	**46.4**

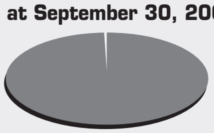
Objective

The objective of the Desjardins CI Value Trust Sector Fund is to achieve long-term capital growth by replicating as closely as possible the return of the underlying CI Value Trust Sector Fund.

Portfolio Composition

The portfolio of this Fund is invested in an investment fund, or underlying fund, the portfolio for which primarily consists of shares of major American companies.

Asset Mix as at September 30, 2004



- 99.5% CI Value Trust Sector Fund
- 0.5% Cash and Cash Equivalents

Annual Return

Due to the recent introduction of this Fund, whose units have been available for less than 12 months, the annual rate of return cannot be posted.

AMERICAN EQUITY FUNDS

Desjardins CI Value Trust Sector Fund

Overview

In the original American version of this fund, William (Bill) Miller of Legg Mason Asset Management is the only portfolio manager of a large-cap equity mutual fund to outperform the S&P 500 index for 13 straight calendar years. Overall, for the fiscal year ended September 30, 2004, the American market performed well in domestic currency. The growth of the Canadian dollar, however, was a drawback to Canadian investors. Therefore, the original version of the Desjardins CI Value Trust Sector Fund had a weaker than expected performance. The underweight in the energy sector and the overweight in the healthcare sector were sources of offset value.

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Underlying Funds (99.5%)			
CI Value Trust Sector Fund	1,087,240	12,314,819	11,557,359
Total Investments		**12,314,819**	**11,557,359**
Other Net Assets (0.5%)			53,413
Net Assets (100%)			**11,610,772**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class****					
Net Asset Value, Beginning of Year	$ **10.000**	n.a.	n.a.	n.a.	n.a.
Income and gain on investment operations					
Net investment income (loss)	**(0.195)**	n.a.	n.a.	n.a.	n.a.
Realized and unrealized net gain (loss) on investments	**(0.473)**	n.a.	n.a.	n.a.	n.a.
Total	**(0.668)**	n.a.	n.a.	n.a.	n.a.
Net Asset Value, End of Year	$ **9.332**	n.a.	n.a.	n.a.	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	$ **11,611**	n.a.	n.a.	n.a.	n.a.
Average net assets (in thousands)	$ **6,936**	n.a.	n.a.	n.a.	n.a.
Management expense ratio	**2.76%**	n.a.	n.a.	n.a.	n.a.
Management expense ratio before waived fees	**3.22%**	n.a.	n.a.	n.a.	n.a.
Portfolio turnover rate	**5.10%**	n.a.	n.a.	n.a.	n.a.

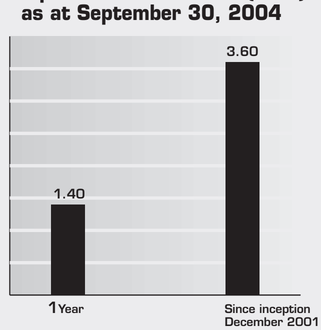
** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*
***** Beginning of operations in January 2004*

CI Value Trust Sector Fund

Asset Mix as at September 30, 2004	%
Equities*	
Consumer Discretionary	27.3
Financials	20.2
Healthcare	13.7
Industrials	12.1
Telecommunication Services	9.5
Information Technology	8.5
Consumer Staples	4.3
Utilities	3.5
Cash and Cash Equivalents	0.9
Total	**100.0**

* U.S. and Foreign Equities represent 89.9% and 9.2% of net assets, respectively.

Compound Annual Return (in %) as at September 30, 2004



Objective

The investment objective of the Fund is to obtain long-term capital growth.

Portfolio Composition

The Fund invests primarily in equity and equity-related securities of companies in the United States.

Top 10 Holdings

		%
1.	Nextel Communications	7.1
2.	Tyco International	7.0
3.	UnitedHealth Group	6.3
4.	Amazon.com	6.1
5.	J.P. Morgan Chase & Co.	5.5
6.	IAC/InterActiveCorp	4.7
7.	eBay	3.8
8.	Eastman Kodak Company	3.7
9.	AES Corporation	3.5
10.	MGIC Investment Corporation	3.4
	Total	**51.1**

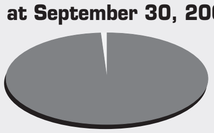
Objective

The objective of the Desjardins CI Value Trust RSP Fund is to achieve long-term capital growth by replicating as closely as possible the return of the underlying CI Value Trust RSP Fund.

Portfolio Composition

The portfolio of this Fund is invested in an investment fund, or underlying fund, the portfolio for which primarily consists of shares of major American companies.

Asset Mix as at September 30, 2004



99.0%	CI Value Trust RSP Fund
1.0%	Cash and Cash Equivalents

Annual Return

Due to the recent introduction of this Fund, whose units have been available for less than 12 months, the annual rate of return cannot be posted.

Desjardins CI Value Trust RSP Fund

Overview

In the original American version of this fund, William (Bill) Miller of Legg Mason Asset Management is the only portfolio manager of a large-cap equity mutual fund to outperform the S&P 500 index for 13 straight calendar years. Overall, for the fiscal year ended September 30, 2004, the American market performed well in domestic currency. The growth of the Canadian dollar, however, was a drawback to Canadian investors. Therefore, the original version of the Desjardins CI Value Trust RSP Fund had a weaker than expected performance. The underweight in the energy sector and the overweight in the healthcare sector were sources of offset value.

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Underlying Funds (99.0%)			
CI Value Trust RSP Fund	5,204,631	52,532,292	47,830,562
Total Investments		**52,532,292**	**47,830,562**
Other Net Assets (1.0%)			491,354
Net Assets (100%)			**48,321,916**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class** **					
Net Asset Value, Beginning of Year	**$ 10.000**	n.a.	n.a.	n.a.	n.a.
Income and gain on investment operations					
Net investment income (loss)	**0.055**	n.a.	n.a.	n.a.	n.a.
Realized and unrealized net gain (loss) on investments	**(0.744)**	n.a.	n.a.	n.a.	n.a.
Total	**(0.689)**	n.a.	n.a.	n.a.	n.a.
Net Asset Value, End of Year	**$ 9.311**	n.a.	n.a.	n.a.	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 48,322**	n.a.	n.a.	n.a.	n.a.
Average net assets (in thousands)	**$ 31,223**	n.a.	n.a.	n.a.	n.a.
Management expense ratio	**2.86%**	n.a.	n.a.	n.a.	n.a.
Management expense ratio before waived fees	**2.95%**	n.a.	n.a.	n.a.	n.a.
Portfolio turnover rate	**2.72%**	n.a.	n.a.	n.a.	n.a.

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*
***** Beginning of operations in January 2004*

CI Value Trust RSP Fund

Asset Mix as at September 30, 2004	%
Underlying fund	25.8
Derivative financial instruments related to the underlying fund	73.7
Cash and Cash Equivalents	0.5
Total	**100.0**

Annual Return

Due to the recent introduction of this Fund, whose units have been available for less than 12 months, the annual rate of return cannot be posted.

Objective

The Fund aims to achieve long-term capital growth.

Portfolio Composition

The underlying Fund uses derivatives to seek performance that closely tracks the performance of CI Value Trust Sector Fund, which invests primarily in equity and equity-related securities of companies in the United States.

Top 10 Holdings		%
1.	Nextel Communications	7.1
2.	Tyco International	7.0
3.	UnitedHealth Group	6.3
4.	Amazon.com	6.1
5.	J.P. Morgan Chase & Co.	5.5
6.	IAC/InterActiveCorp	4.7
7.	eBay	3.8
8.	Eastman Kodak Company	3.7
9.	AES Corporation	3.5
10.	MGIC Investment Corporation	3.4
	Total	**51.1**

Desjardins Fidelity Small Cap America Fund†

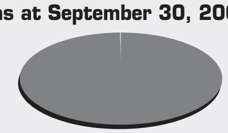
Objective

The objective of the Desjardins Fidelity Small Cap America Fund is to achieve long-term capital growth by replicating as closely as possible the return of the underlying Fidelity Small Cap America Fund.

Portfolio Composition

The portfolio of this Fund is invested in an investment fund, or underlying fund, the portfolio for which primarily consists of shares of small-capitalization American companies.

Asset Mix as at September 30, 2004



99.8% Fidelity Small Cap America Fund
0.2% Cash and Cash Equivalents

Annual Return

Due to the recent introduction of this Fund, whose units have been available for less than 12 months, the annual rate of return cannot be posted.

Overview

The American small-capitalization stocks, listed on the Russell 2000 index, outperformed their large-capitalization counterparts, listed on the S&P 500 index, with returns of 10.0% and 6.6% in CAD$, respectively. Canadian investors were unfortunately disadvantaged by the growth of their currency compared to the American greenback. In fact, during the year ended September 30, 2004, the Canadian dollar rose 6.9%. The original version of the Desjardins Fidelity Small Cap America Fund achieved a return below that of its reference index, with a performance of 6.80%.

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Underlying Funds (99.8%)			
Fidelity Small Cap America Fund	363,979	8,299,568	7,825,547
Total Investments		**8,299,568**	**7,825,547**
Other Net Assets (0.2%)			18,645
Net Assets (100%)			**7,844,192**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class****					
Net Asset Value, Beginning of Year	$ **10.000**	n.a.	n.a.	n.a.	n.a.
Income and gain on investment operations					
Net investment income (loss)	**(0.186)**	n.a.	n.a.	n.a.	n.a.
Realized and unrealized net gain (loss) on investments	**(0.145)**	n.a.	n.a.	n.a.	n.a.
Total	**(0.331)**	n.a.	n.a.	n.a.	n.a.
Net Asset Value, End of Year	$ **9.669**	n.a.	n.a.	n.a.	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	$ **7,844**	n.a.	n.a.	n.a.	n.a.
Average net assets (in thousands)	$ **5,023**	n.a.	n.a.	n.a.	n.a.
Management expense ratio	**2.53%**	n.a.	n.a.	n.a.	n.a.
Management expense ratio before waived fees	**3.04%**	n.a.	n.a.	n.a.	n.a.
Portfolio turnover rate	**8.16%**	n.a.	n.a.	n.a.	n.a.

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*
***** Beginning of operations in January 2004*

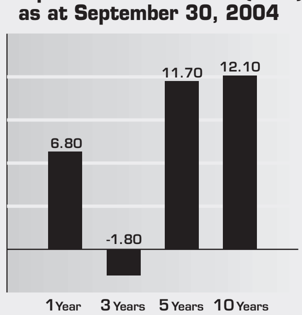
† **Fidelity Investments** is a registered trademark of FMR Corp.

Fidelity Small Cap America Fund

Asset Mix as at September 30, 2004	%
Equities*	
Financials	23.2
Healthcare	16.8
Industrials	15.2
Consumer Discretionary	14.6
Information Technology	13.7
Energy	7.0
Consumer Staples	1.9
Telecommunication Services	1.7
Cash and Cash Equivalents	5.9
Total	**100.0**

* U.S. and Foreign Equities represent 94.1% of net assets.

Compound Annual Return (in %) as at September 30, 2004



Objective

The Fund aims to achieve long-term capital growth.

Portfolio Composition

The Fund invests primarily in equity securities of U.S. small-capitalization companies.

Top 10 Holdings

	Top 10 Holdings	%
1.	Fisher Scientific International	n.a.
2.	Affiliated Computer Services, Class A	n.a.
3.	Corrections Corporation of America	n.a.
4.	Fidelity National Financial	n.a.
5.	Alliant Techsystems	n.a.
6.	BJ's Wholesale Club	n.a.
7.	Philadelphia Consolidated Holding Corp.	n.a.
8.	Renal Care Group	n.a.
9.	Centene Corporation	n.a.
10.	NII Holdings	n.a.
	Total	**21.0**

Fidelity Investments is a registered trademark of FMR Corp.

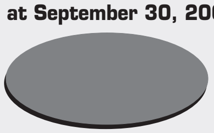
Objective

The objective of the Desjardins Fidelity Small Cap America RSP Fund is to achieve long-term capital growth by replicating as closely as possible the return of the underlying Fidelity Small Cap America RSP Fund.

Portfolio Composition

The portfolio of this Fund is invested in an investment fund, or underlying fund, the portfolio for which primarily consists of shares of small-capitalization American companies.

Asset Mix as at September 30, 2004



100.0% Fidelity RSP Small Cap America Fund

Return as at September 30, 2004

Due to the recent introduction of this Fund, whose units have been available for less than 12 months, the annual rate of return cannot be posted.

AMERICAN EQUITY FUNDS

Desjardins Fidelity Small Cap America RSP Fund†

Overview

The American small-capitalization stocks, listed on the Russell 2000 index, outperformed their large-capitalization counterparts, listed on the S&P 500 index, with returns of 10.0% and 6.6% in CAD$, respectively. Canadian investors were unfortunately disadvantaged by the growth of their currency compared to the American greenback, as the Canadian dollar rose 6.9% during the period ended September 30, 2004.

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Underlying Funds (100.0%)			
Fidelity RSP Small Cap America Fund	3,108,437	31,635,414	29,685,574
Total Investments		**31,635,414**	**29,685,574**
Other Net Assets (–0.0%)			(7,956)
Net Assets (100%)			**29,677,618**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class****					
Net Asset Value, Beginning of Year	$ **10.000**	n.a.	n.a.	n.a.	n.a.
Income and gain on investment operations					
Net investment income (loss)	**(0.198)**	n.a.	n.a.	n.a.	n.a.
Realized and unrealized net gain (loss) on investments	**(0.141)**	n.a.	n.a.	n.a.	n.a.
Total	**(0.339)**	n.a.	n.a.	n.a.	n.a.
Net Asset Value, End of Year	$ **9.661**	n.a.	n.a.	n.a.	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	$ **29,678**	n.a.	n.a.	n.a.	n.a.
Average net assets (in thousands)	$ **19,438**	n.a.	n.a.	n.a.	n.a.
Management expense ratio	**2.68%**	n.a.	n.a.	n.a.	n.a.
Management expense ratio before waived fees	**n.a.**	n.a.	n.a.	n.a.	n.a.
Portfolio turnover rate	**2.17%**	n.a.	n.a.	n.a.	n.a.

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*
***** Beginning of operations in January 2004*

† **Fidelity Investments** is a registered trademark of FMR Corp.

Fidelity Small Cap America RSP Fund

Asset Mix as at September 30, 2004	%
Underlying fund	28.1
Derivative financial instruments related to the underlying fund	71.9
Total	**100.0**

Return as at September 30, 2004

Due to the recent introduction of this Fund, whose units have been available for less than 12 months, the annual rate of return cannot be posted.

Objective

The Fund aims to achieve long-term capital growth.

Portfolio Composition

The underlying Fund uses derivatives to seek performance that closely tracks the performance of the Fidelity Small Cap America Fund, which invests primarily in equity securities of small U.S. companies.

Top 10 Holdings

		%
1.	Fisher Scientific International	n.a.
2.	Affiliated Computer Services, Class A	n.a.
3.	Corrections Corporation of America	n.a.
4.	Fidelity National Financial	n.a.
5.	Alliant Techsystems	n.a.
6.	BJ's Wholesale Club	n.a.
7.	Philadelphia Consolidated Holding Corp.	n.a.
8.	Renal Care Group	n.a.
9.	Centene Corporation	n.a.
10.	NII Holdings	n.a.
	Total	**21.0**

Desjardins Global Equity Value Fund

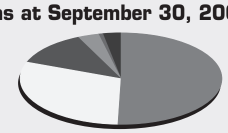
Objective

The objective of the Desjardins Global Equity Value Fund is to obtain capital appreciation within a reasonable time frame.

Portfolio Composition

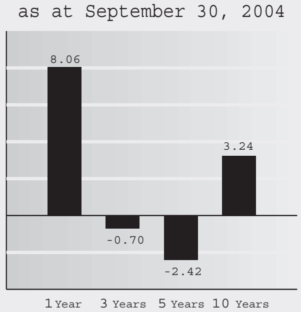
The Fund's portfolio consists primarily of shares of major foreign companies in the U.S., Europe and Asia.

Asset Mix as at September 30, 2004

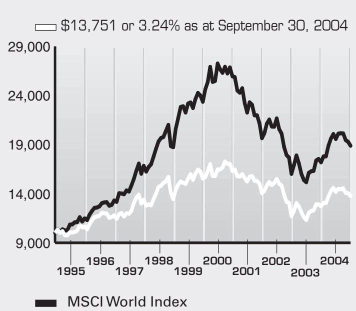


50.5% United States
30.4% Europe
12.1% Australasia
3.4% Canada
0.7% Bermuda
2.9% Cash and Cash Equivalents

Compound Annual Return (in %) as at September 30, 2004



Growth of a Hypothetical $10,000 Investment for the Last Ten Years



Overview

Global equity markets experienced significant gains since the beginning of 2004 as the rally in world equity markets that began in April 2003 extended through the final quarter of 2003 and into the first quarter of 2004. The Fund delivered strong absolute gains during the year, but lagged the benchmark owing mainly to stock selection in the consumer staples and information technology sectors. The largest detractor for the year was Parmalat, the Italian-based dairy company that stunned the market late in 2003 when it ran into cash flow problems and subsequently declared itself bankrupt. Some of the biggest winners were Promise and Sumitomo Mitsui, two Japanese city banks; Xstrata, the U.K.-listed mining company; Australia's BlueScope Steel; Arcelor, the European steel giant; and ConocoPhillips and Valero, two U.S. oil companies that benefited as crude oil prices neared $50 a barrel.

Top 10 Holdings	%
1. General Electric Company	2.3
2. Bank of America Corporation	2.2
3. ConocoPhillips	2.0
4. Microsoft Corporation	2.0
5. Pfizer	1.9
6. Citigroup	1.8
7. BP	1.8
8. Vodafone Group	1.6
9. GlaxoSmithKline	1.4
10. Arcelor	1.4
Total	**18.4**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 27.783**	$ 25.523	$ 30.664	$ 34.364	$ 37.871
Income and gain on investment operations					
Net investment income (loss)	**(0.137)**	(0.011)	0.061	(0.063)	(0.020)
Realized and unrealized net gain (loss) on investments	**2.375**	2.271	(5.202)	(3.637)	(2.810)
Total	**2.238**	2.260	(5.141)	(3.700)	(2.830)
Distributions to investors					
Net investment income	**–**	–	–	–	0.028
Net gain on sale of investments	**–**	–	–	–	0.649
Total	**–**	–	–	–	0.677
Net Asset Value, End of Year	**$ 30.021**	$ 27.783	$ 25.523	$ 30.664	$ 34.364
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 214,320**	$ 148,223	$ 95,094	$ 70,237	$ 55,691
Average net assets (in thousands)	**$ 210,430**	$ 119,731	$ 95,808	$ 67,700	$ 62,680
Management expense ratio	**2.49%**	2.46%	2.46%	2.49%	2.44%
Management expense ratio before waived fees	**2.53%**	2.56%	2.48%	2.55%	n.a.
Portfolio turnover rate	**28.99%**	22.04%	27.56%	40.77%	78.88%

Years Ended September 30	**2004**	**2003**	**2002**	**2001**	**2000**
Annual return	**8.06%**	8.85%	-16.77%	-13.86%	4.93%

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Desjardins Global Equity Value Fund

Investment Portfolio as at September 30, 2004

Equities (97.1%)	Number of Shares	Average Cost $	Market Value $
Canadian Equities (3.4%)			
Energy (0.5%)			
Petro-Canada	16,100	830,557	1,058,414
Materials (1.1%)			
Alcan	39,400	2,206,405	2,383,700
Consumer Discretionary (0.6%)			
Magna International, Class A	14,400	1,196,543	1,348,992
Financials (1.1%)			
Bank of Nova Scotia	63,800	1,544,980	2,357,410
Telecommunication Services (0.1%)			
BCE	4,500	125,143	122,625
Total Canadian Equities		5,903,628	7,271,141
U.S. Equities (50.5%)			
Energy (3.5%)			
ChevronTexaco Corporation	32,800	1,831,407	2,223,701
ConocoPhillips	40,467	3,247,029	4,237,476
Exxon Mobil Corporation	17,000	933,181	1,038,435
		6,011,617	7,499,612
Materials (2.6%)			
Alcoa	35,400	1,523,173	1,502,889
Georgia-Pacific Group	25,100	990,794	1,140,476
International Paper Company	14,400	840,065	735,470
Lubrizol Corporation	2,500	100,456	109,328
Martin Marietta Materials	21,900	1,217,593	1,253,050
MeadWestvaco Corporation	14,174	677,689	571,474
Smurfit-Stone Container Corporation	8,900	205,665	217,888
		5,555,435	5,530,575
Industrials (6.2%)			
Allied Waste Industries	77,400	1,176,927	865,761
Boeing Company	18,000	984,488	1,174,368
Burlington Northern Santa Fe Corporation	5,700	256,180	275,995
Eaton Corporation	4,400	247,971	352,634
General Electric Company	114,600	5,403,855	4,863,837
Goodrich Corporation	45,500	1,773,197	1,803,438
Hubbell, Class B	16,600	902,416	940,569
Norfolk Southern Corporation	49,500	1,316,592	1,860,629
Parker Hannifin Corporation	5,600	340,644	416,603
R.R. Donnelley & Sons Company	20,000	745,871	791,709
		13,148,141	13,345,543
Consumer Discretionary (5.2%)			
Comcast Corporation, Class A	1,165	95,542	41,582
Comcast Corporation, Class A special	64,800	2,700,123	2,286,673
Home Depot	25,000	1,158,071	1,238,625
Jones Apparel Group	4,500	223,504	203,615
Lear Corporation	3,100	194,445	213,341
May Department Stores Company	28,800	1,097,364	932,942
Office Depot	38,000	804,418	721,866
Sears, Roebuck & Co.	14,400	724,275	725,278
Target Corporation	15,700	757,595	897,908
Time Warner	67,550	2,010,885	1,377,979
VF Corporation	16,200	849,960	1,012,500
Whirlpool Corporation	19,000	1,835,530	1,443,011
		12,451,712	11,095,320
Consumer Staples (5.0%)			
Adolph Coors Company	12,900	1,190,631	1,107,391
Albertson's	35,900	1,218,832	1,085,803
Altria Group	37,800	2,511,439	2,247,361
Kroger Co.	75,800	1,796,796	1,486,876
PepsiCo	28,200	1,689,384	1,733,986
Safeway	85,200	2,543,455	2,079,388
Supervalu	6,000	120,071	208,923
UST	15,000	710,622	763,271
		11,781,230	10,712,999
Healthcare (3.9%)			
Bristol-Myers Squibb Company	25,150	1,288,336	752,402
Johnson & Johnson	22,100	2,055,949	1,573,424
Merck & Co.	22,200	2,048,382	925,935
Pfizer	102,927	5,032,671	3,980,746
Wyeth	27,200	2,023,800	1,285,743
		12,449,138	8,518,250

	Number of Shares	Average Cost $	Market Value $
Financials (13.1%)			
Bank of America Corporation	84,356	4,125,546	4,619,749
Chubb Corporation	17,100	1,650,936	1,518,943
Citigroup	69,900	4,324,094	3,897,862
Comerica	2,500	201,852	187,532
Fannie Mae	24,650	2,486,894	1,975,240
Freddie Mac	22,300	1,737,448	1,838,792
Goldman Sachs Group	11,900	1,432,175	1,402,371
Hartford Financial Services Group	13,400	1,063,217	1,048,865
J.P. Morgan Chase & Co.	55,300	2,851,569	2,776,882
Lehman Brothers Holdings	11,080	1,098,497	1,116,402
MetLife	49,300	2,016,976	2,408,298
Morgan Stanley	17,300	1,298,147	1,077,970
National City Corporation	6,300	221,401	307,515
St. Paul Travelers Companies	44,585	2,346,923	1,862,968
Torchmark Corporation	2,500	129,580	168,036
Wachovia Corporation	13,400	704,391	795,159
Washington Mutual	21,600	1,144,608	1,066,896
		28,834,254	28,069,480
Information Technology (6.5%)			
ADC Telecommunications	132,056	394,498	302,100
Arrow Electronics	4,500	194,211	128,425
Cisco Systems	70,600	1,985,783	1,615,091
Corning	7,500	156,418	105,030
Electronic Data Systems Corporation	21,100	650,201	517,099
Hewlett-Packard Company	121,427	3,697,973	2,877,599
Ingram Micro	5,800	120,623	118,023
Intel Corporation	31,700	1,279,767	803,718
International Business Machines Corporation (IBM)	18,400	2,300,468	1,993,953
Microsoft Corporation	120,300	4,518,355	4,204,114
Solectron Corporation	114,200	854,812	714,472
Tech Data Corporation	3,000	216,137	146,170
Tellabs	33,900	524,989	393,758
		16,894,235	13,919,552
Telecommunication Services (1.5%)			
AT&T Corp.	31,820	849,783	575,913
Cox Communications	11,700	505,334	489,915
SBC Communications	23,400	1,394,168	767,480
Sprint Corporation	52,500	918,003	1,335,724
		3,667,288	3,169,032
Utilities (3.0%)			
American Electric Power Company	46,900	2,023,747	1,894,495
Edison International	17,300	352,797	579,655
Entergy Corporation	18,800	1,198,148	1,440,177
FirstEnergy Corp.	21,100	960,577	1,095,536
Sempra Energy	30,000	926,731	1,372,219
		5,462,000	6,382,082
Total U.S. Equities		116,255,050	108,242,445
Foreign Equities (43.2%)			
Australia (1.5%)			
Australia & New Zealand Banking Group	43,332	486,533	754,449
BlueScope Steel	281,000	1,467,033	2,237,876
Qantas Airways	43,600	120,284	137,694
		2,073,850	3,130,019
Austria (0.2%)			
OMV	1,300	151,895	378,607
Belgium (1.4%)			
Agfa Gevaert	25,700	728,023	942,153
Belgacom	14,500	585,306	656,545
KBC Bankverzekeringsholding	17,900	1,197,641	1,472,603
		2,510,970	3,071,301
Bermuda (0.7%)			
Cooper Industries, Class A	6,800	419,488	507,078
PartnerRe	13,000	953,167	898,597
XL Capital	1,600	171,017	149,626
		1,543,672	1,555,301
Denmark (0.3%)			
Danske Bank	18,000	486,131	598,185
Finland (0.2%)			
Nokia	21,150	719,363	367,918

Investment Portfolio as at September 30, 2004

Foreign Equities (continued)	Number of Shares	Average Cost $	Market Value $
France (4.1%)			
Assurances Générales de France	20,000	1,288,254	1,584,137
BNP Paribas	8,100	558,007	661,287
France Télécom	18,040	463,296	568,158
Renault	21,000	2,236,311	2,171,084
Sanofi-Aventis	21,268	1,945,902	1,950,029
Société Générale	5,900	543,292	659,992
Total	4,282	838,036	1,102,534
		7,873,098	8,697,221
Germany (3.1%)			
Continental	29,818	1,228,231	2,049,069
Hannover Rueckversicherungs	16,100	618,626	659,732
HeidelbergCement	29,825	1,490,052	1,762,978
MAN Aktiengesellschaft	28,000	1,268,205	1,208,905
Siemens	10,851	1,061,929	1,005,132
		5,667,043	6,685,816
Ireland (0.4%)			
Depfa Bank	48,500	666,731	833,791
Italy (1.2%)			
Eni	94,171	2,113,046	2,668,676
Japan (9.6%)			
Canon	41,000	2,377,559	2,436,211
Hitachi	67,000	738,443	511,859
Honda Motor Co.	43,200	2,434,927	2,646,222
JFE Holdings	40,600	1,362,299	1,462,369
Nippon Meat Packers	57,000	786,655	963,770
Nippon Telegraph and Telephone Corporation	50	426,108	251,788
Nissan Motor Co.	151,600	1,830,041	2,086,804
Oji Paper Co.	35,000	295,082	250,125
Promise Co.	26,300	1,470,759	2,175,165
Sumitomo Mitsui Financial Group	328	1,660,481	2,370,367
Takeda Pharmaceutical Company	19,200	1,180,372	1,101,216
Tanabe Seiyaku Co.	55,000	616,747	618,918
Tokyo Electric Power Company	9,800	340,992	266,425
Toyota Motor Corporation	31,700	1,329,892	1,534,522
UFJ Holdings	334	1,374,240	1,850,525
		18,224,597	20,526,286
Luxembourg (1.8%)			
Arcelor	126,120	2,270,516	2,946,377
SES Global	75,000	884,324	925,519
		3,154,840	3,871,896
Netherlands (1.2%)			
ABN AMRO Holding	25,888	707,773	743,385
DSM	7,800	498,653	514,334
ING Groep	21,900	690,222	698,665
Royal Dutch Petroleum Company	8,494	685,288	553,029
		2,581,936	2,509,413
Norway (0.3%)			
Yara International	53,900	501,659	724,138
Singapore (1.0%)			
Flextronics International	75,300	1,422,254	1,261,028
Singapore Telecommunications	533,930	942,704	937,549
		2,364,958	2,198,577
Spain (1.1%)			
Altadis	17,600	660,527	757,120
Repsol YPF	60,000	1,624,697	1,665,463
		2,285,224	2,422,583
Sweden (1.0%)			
Svenska Cellulosa	44,500	2,266,301	2,184,972
Switzerland (1.6%)			
Credit Suisse Group	52,100	2,305,393	2,105,045
Novartis	23,180	1,377,611	1,367,831
		3,683,004	3,472,876
United Kingdom (12.5%)			
Aviva	206,500	2,461,265	2,586,565
Barclays	79,700	891,311	966,392
BP	322,700	3,731,369	3,894,401
British American Tobacco	38,700	530,156	709,190
George Wimpey	114,000	916,033	1,048,456
GlaxoSmithKline	109,745	3,347,809	2,990,306
InterContinental Hotels Group	43,644	415,299	627,551
Lloyds TSB Group	108,300	1,346,753	1,069,125
Mersey Docks & Harbour Company	14,000	162,302	237,817
Mitchells & Butlers	74,500	454,132	464,027
Punch Taverns	48,750	536,827	562,114
Royal & SunAlliance Insurance Group	297,300	1,535,424	486,318
Royal Bank of Scotland Group	35,700	1,365,539	1,303,528
Signet Group	179,300	403,705	469,683
Taylor Woodrow	113,000	695,993	680,559
Trinity Mirror	34,000	358,165	511,828
Vodafone Group	1,111,400	3,169,996	3,362,678
Whitbread	109,400	1,706,147	2,062,356
Xstrata	130,000	2,288,773	2,702,013
		26,316,998	26,734,907
Total Foreign Equities		85,185,316	92,632,483
Total Equities		207,343,994	208,146,069

	Par Value $		
Money Market Securities (1.5%)			
Bank of Montreal, notes 2004-10-01	1,785,000	1,785,000	1,785,000
Caisse centrale Desjardins, notes 2004-10-13	735,000	734,316	734,316
Québec Treasury Bills 2004-10-01	630,000	628,639	628,639
		3,147,955	3,147,955
Derivative Financial Instruments (Table) (0.2%)			516,900
Total Investments (98.8%)		**210,491,949**	**211,810,924**
Other Net Assets (1.2%)			2,508,969
Net Assets (100%)			**214,319,893**

Table

Foreign Currency Forward Contracts	Currency Amount	Purchase Value $	Market Value $	Unrealized Appreciation (Depreciation) $
Currency Purchased				
Canadian Dollar, 2004-12-15	20,725,997	20,725,997	20,725,997	–
Currency Sold				
American Dollar, 2004-12-15	13,065,000	17,009,324	16,550,599	458,725
Swedish Crown, 2004-12-15	12,550,000	2,201,252	2,181,378	19,874
Yen, 2004-12-15	128,000,000	1,515,421	1,477,120	38,301
		20,725,997	20,209,097	516,900
Total Derivative Financial Instruments				516,900

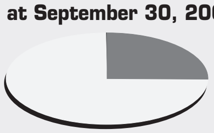
Objective

The objective of the Desjardins Global Equity Value RSP Fund is to achieve a return related to that of the underlying Desjardins Global Equity Value Fund.

Portfolio Composition

The portfolio of this Fund is invested in an investment fund, or underlying fund, the portfolio for which primarily consists of shares of major foreign companies in the U.S., Europe and Asia.

Asset Mix
as at September 30, 2004



25.2% Underlying Fund
74.6% Derivative financial instruments related to the underlying fund
0.2% Cash and Cash Equivalents

Annual Return

Since this Fund resulting from the merger has existed for less than 12 months, the rate of return is not presented.

GLOBAL AND INTERNATIONAL EQUITY FUNDS

Desjardins Global Equity Value RSP Fund

Overview

Global equity markets experienced significant gains since the beginning of 2004 as the rally in world equity markets that began in April 2003 extended through the final quarter of 2003 and into the first quarter of 2004. The Fund delivered strong absolute gains during the year, but lagged the benchmark owing mainly to stock selection in the consumer staples and information technology sectors. The largest detractor for the year was Parmalat, the Italian-based dairy company that stunned the market late in 2003 when it ran into cash flow problems and subsequently declared itself bankrupt. Some of the biggest winners were Promise and Sumitomo Mitsui, two Japanese city banks; Xstrata, the U.K.-listed mining company; Australia's BlueScope Steel; Arcelor, the European steel giant; and ConocoPhillips and Valero, two U.S. oil companies that benefited as crude oil prices neared $50 a barrel.

Top 10 Holdings	%
1. General Electric Company	2.3
2. Bank of America Corporation	2.2
3. ConocoPhillips	2.0
4. Microsoft Corporation	2.0
5. Pfizer	1.9
6. Citigroup	1.8
7. BP	1.8
8. Vodafone Group	1.6
9. GlaxoSmithKline	1.4
10. Arcelor	1.4
Total	**18.4**

Financial Highlights (unaudited)

	2004*	**2003***	**2002***	**2001****	**2000*****
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 7.800**	$ 7.212	$ 8.781	$ 10.000	n.a.
Income and gain on investment operations					
Net investment income (loss)	**0.809**	(0.510)	(0.772)	(0.140)	n.a.
Realized and unrealized net gain (loss) on investments	**(0.272)**	1.098	(0.797)	(1.079)	n.a.
Total	**0.537**	0.588	(1.569)	(1.219)	n.a.
Net Asset Value, End of Year	**$ 8.337**	$ 7.800	$ 7.212	$ 8.781	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 148,004**	89,771	$ 50,775	$ 21,443	n.a.
Average net assets (in thousands)	**$ 142,405**	69,180	$ 42,857	$ 15,130	n.a.
Management expense ratio	**3.12%**	3.03%	3.03%	3.18%	n.a.
Management expense ratio before waived fees	**n.a.**	3.12%	3.05%	3.34%	n.a.
Portfolio turnover rate	**10.83%**	39.91%	14.40%	0.00%	n.a.

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Desjardins Global Equity Value RSP Fund

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Underlying Funds (25.2%)			
Desjardins Global Equity Value Fund	1,242,623	37,081,464	37,304,790
Derivative Financial Instruments (Table) (–4.9%)			(7,271,715)
Total Investments (20.3%)		**37,081,464**	**30,033,075**
Other Net Assets* (79.7%)			117,971,211
Net Assets (100%)			**148,004,286**

Table

Forward Contracts	Counterpart	Notional Number of Units	Average Cost $	Market Value $	Unrealized Appreciation (Depreciation) $
Units of Desjardins Global Equity Value Fund, 2004-10-01	Caisse centrale Desjardins	3,702,971	117,567,465	110,295,750	(7,271,715)

* A deposit of $117,567,465, which corresponds to the par value of forward contracts, is held at Caisse centrale Desjardins.

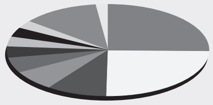
Objective

The objective of the Desjardins Overseas Equity Value Fund is to achieve long-term capital appreciation.

Portfolio Composition

The Fund's portfolio consists primarily of shares of major foreign companies in Europe and Asia.

Asset Mix as at September 30, 2004



25.3%	United Kingdom
25.0%	Japan
9.6%	France
7.0%	Germany
5.4%	Switzerland
3.9%	Spain
3.5%	Netherlands
3.3%	Australia
2.8%	Belgium
12.2%	Other Countries
2.0%	Cash and Cash Equivalents

Annual Return

Since this Fund resulting from the merger has existed for less than 12 months, the rate of return is not presented.

Desjardins Overseas Equity Value Fund

Overview

International equity markets experienced significant gains since the beginning of 2004 as the rally in world equity markets that began in April 2003 extended through the final quarter of 2003 and into the first quarter of 2004. The Fund delivered strong absolute gains during the year, and significantly outperformed the benchmark owing mainly to strong stock selection in finance and industrial commodities. Some of the biggest winners were Promise and Sumitomo Mitsui, two Japanese city banks; Xstrata, the U.K.-listed mining company; Australia's BlueScope Steel; Arcelor, the European steel giant; and JFE, the Japanese steelmaker. Other strong contributors include Delhaize (a Belgian company that operates supermarkets in the United States), which reported strong profits because of lowered costs; and OMV and Eni, two European oil companies that benefited as crude oil prices neared $50 a barrel.

Top 10 Holdings	%
1. Caisse centrale Desjardins, notes, 2004-10-13	2.9
2. BP	2.7
3. Canon	2.0
4. Arcelor	1.8
5. Vodafone Group	1.8
6. ING Groep	1.8
7. Toyota Motor Corporation	1.8
8. Assurances Générales de France	1.5
9. Total	1.5
10. GlaxoSmithKline	1.5
Total	**19.3**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 7.837**	$ 7.265	$ 8.552	$ 10.252	$ 10.037
Income and gain on investment operations					
Net investment income (loss)	**(0.019)**	0.008	0.030	(0.006)	0.001
Realized and unrealized net gain (loss) on investments	**1.476**	0.564	(1.307)	(1.694)	0.219
Total	**1.457**	0.572	(1.277)	(1.700)	0.220
Distributions to investors					
Net investment income	**0.003**	–	0.010	–	0.005
Net Asset Value, End of Year	**$ 9.291**	$ 7.837	$ 7.265	$ 8.552	$ 10.252
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 145,943**	$ 42,715	$ 39,405	$ 43,892	$ 44,403
Average net assets (in thousands)	**$ 95,439**	$ 41,170	$ 47,220	$ 46,825	$ 42,411
Management expense ratio	**2.80%**	2.80%	2.80%	2.81%	2.73%
Management expense ratio before waived fees	**2.89%**	2.93%	n.a.	n.a.	n.a.
Portfolio turnover rate	**34.77%**	38.94%	32.39%	33.75%	82.47%

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*

Desjardins Overseas Equity Value Fund

Investment Portfolio as at September 30, 2004

Equities (98.0%)	Number of Shares	Average Cost $	Market Value $
Australia (3.3%)			
Australia & New Zealand Banking Group	23,411	413,922	407,606
BHP Billiton	38,400	451,524	504,773
BlueScope Steel	171,810	984,447	1,368,290
Newcrest Mining	38,000	541,164	528,387
Orica	24,400	337,068	386,408
Promina Group	205,091	779,106	850,462
Qantas Airways	264,100	880,139	834,061
		4,387,370	4,879,987
Austria (0.7%)			
OMV	3,300	430,073	961,080
Belgium (2.8%)			
Agfa Gevaert	26,800	863,762	982,479
Almanij	5,200	269,083	442,082
Delhaize Le Lion	17,800	1,169,320	1,429,444
Dexia	18,400	324,800	434,477
Fortis	6,500	199,369	195,529
KBC Bankverzekeringsholding	7,800	596,316	641,693
		3,422,650	4,125,704
Denmark (0.6%)			
Danske Bank	26,700	740,045	887,307
Finland (1.3%)			
Fortum	38,500	318,685	680,009
Nokia	67,500	1,928,955	1,174,208
		2,247,640	1,854,217
France (9.6%)			
Assurances Générales de France	28,500	2,269,781	2,257,395
BNP Paribas	17,200	1,293,318	1,404,214
Carrefour	7,000	464,138	416,193
Compagnie Générale des Établissements Michelin	5,300	278,099	340,497
Crédit Agricole	38,487	1,226,261	1,326,930
France Télécom	15,568	483,695	490,304
Groupe Danone	2,500	284,044	248,454
LVMH (Louis Vuitton Moet Hennessy)	3,000	289,342	253,164
Renault	14,000	1,434,621	1,447,389
Sanofi-Aventis	26,006	2,333,676	2,384,448
Société Générale	10,800	1,153,556	1,208,120
Total	8,459	1,666,469	2,178,032
		13,177,000	13,955,140
Germany (7.0%)			
AMB Aachener & Muenchener Beteiligungs	3,500	581,081	312,007
Continental	25,000	1,132,975	1,717,980
DaimlerChrysler	10,200	579,192	530,866
E.On	17,300	1,466,314	1,609,296
Epcos	37,300	792,366	709,177
Fresenius Medical Care	7,400	677,756	716,834
Hannover Rueckversicherungs	5,400	203,178	221,277
HeidelbergCement	25,025	1,469,013	1,479,246
MAN Aktiengesellschaft	31,200	1,371,194	1,347,066
SAP	1,800	387,059	353,534
Siemens	6,270	447,506	580,793
Volkswagen	13,600	908,595	660,420
		10,016,229	10,238,496
Hong Kong (0.8%)			
CLP Holdings	31,300	186,779	226,258
Hang Lung Properties	289,000	554,462	538,666
Wharf Holdings	111,000	433,303	472,255
		1,174,544	1,237,179
Ireland (0.9%)			
Depfa Bank	80,240	1,412,619	1,379,452
Italy (2.5%)			
Eni	67,325	1,512,657	1,907,898
IntesaBci	184,234	861,942	885,101
Telecom Italia	81,143	354,310	316,577
Telecom Italia Mobile (T.I.M.)	25,000	191,017	170,738
Telecom Italia, RNC	102,000	239,216	296,260
		3,159,142	3,576,574
Japan (25.0%)			
Aiful Corporation	12,450	1,558,954	1,543,819
Canon	48,800	3,091,321	2,899,685
Circle K Sunkus Co.	31,000	992,447	949,455
Daito Trust Construction Co.	13,400	581,515	685,553
Daiwa House Industry Co.	27,000	342,359	333,565
East Japan Railway Company	117	823,664	765,001
Fuji Photo Film Co.	3,000	123,430	124,575
Hitachi	136,000	1,233,232	1,038,997
Honda Motor Co.	33,200	1,914,050	2,033,671
ITOCHU Corporation	181,000	889,868	975,838
Japan Tobacco	107	1,060,947	1,131,660
JFE Holdings	38,300	1,245,841	1,379,525
Kobe Steel	225,000	357,668	412,956
Matsushita Electric Industrial Co.	18,000	350,265	303,729
Mitsui Chemicals	59,000	438,472	368,173
Nichirei Corporation	29,000	123,366	119,757
Nippon Electric Glass Co.	25,000	719,103	702,599
Nippon Meat Packers	48,000	713,126	811,596
Nippon Mining Holdings	171,000	984,564	1,094,540
Nippon Telegraph and Telephone Corporation	74	463,867	372,647
Nissan Motor Co.	135,300	1,952,052	1,862,432
NTT DoCoMo	260	710,590	557,720
Oji Paper Co.	40,000	328,662	285,857
Promise Co.	21,050	1,633,421	1,740,959
ROHM Company	2,100	317,361	261,849
Sammy Corporation	11,900	432,952	737,126
Sankyo Co.	19,000	932,216	948,078
Sanyo Shinpan Finance Co.	14,600	988,314	988,112
Sharp Corporation	9,000	215,243	156,510
Sony Corporation	16,200	858,921	698,722
Sumitomo Corporation	29,000	281,136	272,780
Sumitomo Heavy Industries, Preferred	195,000	758,794	729,211
Sumitomo Metal Industries	577,000	818,104	867,058
Sumitomo Mitsui Financial Group	285	2,182,996	2,059,618
Takeda Pharmaceutical Company	10,800	569,535	619,434
Tanabe Seiyaku Co.	30,000	322,850	337,592
Tohoku Electric Power Company	20,100	432,833	419,171
Tokyo Electric Power Company	31,400	932,116	853,649
Toyota Motor Corporation	52,900	2,462,069	2,560,763
UFJ Holdings	265	1,688,488	1,468,231
		36,826,712	36,472,213
Luxembourg (1.8%)			
Arcelor	115,040	2,334,886	2,687,530
Netherlands (3.5%)			
ABN AMRO Holding	52,100	1,381,347	1,496,073
ING Groep	80,321	2,436,668	2,562,443
Koninklijke (Royal) Philips Electronics	12,050	546,923	348,859
Royal Dutch Petroleum Company	6,450	430,016	419,948
Unilever	4,500	439,494	327,252
		5,234,448	5,154,575
Norway (0.3%)			
Yara International	29,100	280,417	390,954
Singapore (1.4%)			
Flextronics International	37,900	792,401	634,700
Singapore Telecommunications	814,360	1,465,092	1,429,967
		2,257,493	2,064,667
Spain (3.9%)			
Altadis	26,100	1,043,481	1,122,775
Banco Bilbao Vizcaya Argentaria	25,800	469,510	448,808
Banco Santander Central Hispano	39,948	563,874	492,968
Endesa	45,000	1,149,832	1,083,069
Repsol YPF	59,200	1,601,184	1,643,257
Telefonica	47,439	976,756	897,478
		5,804,637	5,688,355
Sweden (1.9%)			
Nordea	56,400	506,409	582,231
Svenska Cellulosa	28,920	1,422,786	1,419,986
Telefonaktiebolaget LM Ericsson Class B	195,500	762,385	766,575
		2,691,580	2,768,792

Desjardins Overseas Equity Value Fund

Investment Portfolio as at September 30, 2004

Equities (continued)	Number of Shares	Average Cost $	Market Value $
Switzerland (5.4%)			
Bâloise-Holding	15,600	858,494	763,163
Credit Suisse Group	48,700	2,188,998	1,967,672
Micronas Semiconductor Holding	9,400	498,288	505,125
Nestlé	3,939	1,329,053	1,142,214
Novartis	22,780	1,392,475	1,344,225
Roche Holding	6,600	803,994	863,235
Schweizerische Rueckversicherung	3,100	441,373	225,831
Syngenta	8,300	933,975	1,001,430
		8,446,650	7,812,895
United Kingdom (25.3%)			
Abbey National	32,500	255,873	416,381
Associated British Foods	55,000	854,193	835,507
AstraZeneca	19,000	1,280,694	984,557
Aviva	129,100	1,886,226	1,617,073
Barclays	107,800	1,177,990	1,307,115
Barratt Developments	34,300	497,261	444,150
BP	329,300	3,903,675	3,974,044
British American Tobacco	43,800	485,158	802,649
BT Group	78,000	952,265	320,762
Diageo	29,100	519,516	459,369
Enterprise Inns	29,600	446,658	385,999
George Wimpey	109,700	939,172	1,008,909
GlaxoSmithKline	78,249	2,497,340	2,132,111
GUS	13,000	237,047	267,673
HBOS	38,010	632,673	648,718
HSBC Holdings	37,500	663,944	752,402
InterContinental Hotels Group	75,896	810,088	1,091,298
International Power	250,000	822,656	827,900
JSainsbury	136,850	945,167	797,587
Kelda Group	25,000	284,830	306,280
Lloyds TSB Group	117,400	1,552,404	1,158,959
Mitchells & Butlers	84,500	512,964	526,313
Old Mutual	200,800	443,470	524,855
Pearson	46,300	669,882	626,019
Prudential	20,100	168,251	207,162
Punch Taverns	99,400	1,149,259	1,146,136
RMC Group	72,200	1,158,985	1,403,201
Royal & SunAlliance Insurance Group	172,600	1,346,838	282,336
Royal Bank of Scotland Group	50,000	1,896,784	1,825,669
SABMiller	49,100	761,802	819,457
Scottish Power	11,800	99,778	114,059
Shell Transport & Trading Company	137,200	1,358,568	1,272,812
Signet Group	156,400	317,029	409,696
Taylor Woodrow	158,000	839,805	951,579
Tesco	74,500	416,386	486,185
Trinity Mirror	29,800	354,059	448,602
Unilever	23,600	247,785	242,830
Vodafone Group	879,500	2,916,293	2,661,036
Whitbread	40,700	678,763	767,257
Xstrata	76,700	1,230,819	1,594,188
		38,212,350	36,848,835
Total Equities		142,256,485	142,983,952
	Par Value $		
Money Market Securities (2.9%)			
Caisse centrale Desjardins, notes 2004-10-13	4,265,000	4,259,967	4,259,967
Derivative Financial Instruments (Table) (0.1%)			176,096
Total Investments (101.0%)		**146,516,452**	**147,420,015**
Other Net Assets (– 1.0%)			(1,476,961)
Net Assets (100%)			**145,943,054**

Table

Foreign Currency Forward Contracts	Currency Amount	Purchase Value $	Market Value $	Unrealized Appreciation (Depreciation) $
Currency Purchased				
Canadian Dollar, 2004-12-15	12,958,535	12,958,535	12,958,535	–
Currency Sold				
Australian Dollar, 2004-12-15	3,170,000	2,840,003	2,888,956	(48,953)
Hong Kong Dollar, 2004-12-15	6,500,000	1,085,613	1,057,518	28,095
Swedish Crown, 2004-12-15	11,000,000	1,929,385	1,911,965	17,420
Yen, 2004-12-15	600,000,000	7,103,534	6,924,000	179,534
		12,958,535	12,782,439	176,096
Total Derivative Financial Instruments				176,096

Desjardins Overseas Equity Value RSP Fund

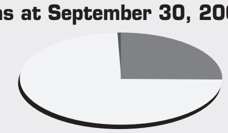
Objective

The objective of the Desjardins Overseas Equity Value RSP Fund is to achieve a return related to that of the underlying Desjardins Overseas Equity Value Fund.

Portfolio Composition

The portfolio of this Fund is invested in an investment fund, or underlying fund, the portfolio for which primarily consists of shares of major foreign companies in Europe and Asia.

Asset Mix
as at September 30, 2004



Annual Return

Due to the recent introduction of this Fund, whose units have been available for less than 12 months, the annual rate of return cannot be posted.

Overview

International equity markets experienced significant gains since the beginning of 2004 as the rally in world equity markets that began in April 2003 extended through the final quarter of 2003 and into the first quarter of 2004. The Fund delivered strong absolute gains during the year, and significantly outperformed the benchmark owing mainly to strong stock selection in finance and industrial commodities. Some of the biggest winners were Promise and Sumitomo Mitsui, two Japanese city banks; Xstrata, the U.K.-listed mining company; Australia's BlueScope Steel; Arcelor, the European steel giant; and JFE, the Japanese steelmaker. Other strong contributors include Delhaize (a Belgian company that operates supermarkets in the United States), which reported strong profits because of lowered costs; and OMV and Eni, two European oil companies that benefited as crude oil prices neared $50 a barrel.

Top 10 Holdings	%
1. Caisse centrale Desjardins, notes, 2004-10-13	2.9
2. BP	2.7
3. Canon	2.0
4. Arcelor	1.8
5. Vodafone Group	1.8
6. ING Groep	1.8
7. Toyota Motor Corporation	1.8
8. Assurances Générales de France	1.5
9. Total	1.5
10. GlaxoSmithKline	1.5
Total	**19.3**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class****					
Net Asset Value, Beginning of Year	$ 10.000	n.a.	n.a.	n.a.	n.a.
Income and gain on investment operations					
Net investment income (loss)	0.172	n.a.	n.a.	n.a.	n.a.
Realized and unrealized net gain (loss) on investments	(0.007)	n.a.	n.a.	n.a.	n.a.
Total	0.165	n.a.	n.a.	n.a.	n.a.
Net Asset Value, End of Year	$ 10.165	n.a.	n.a.	n.a.	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	$ 76,405	n.a.	n.a.	n.a.	n.a.
Average net assets (in thousands)	$ 47,081	n.a.	n.a.	n.a.	n.a.
Management expense ratio	3.10%	n.a.	n.a.	n.a.	n.a.
Management expense ratio before waived fees	3.30%	n.a.	n.a.	n.a.	n.a.
Portfolio turnover rate	0.70%	n.a.	n.a.	n.a.	n.a.

** Twelve-month period ended September 30*
*** Nine-month period ended September 30*
**** Twelve-month period ended December 31*
***** Beginning of operations in January 2004*

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Underlying Funds (25.2%)			
Desjardins Overseas Equity Value Fund	2,070,638	19,558,973	19,238,299
Derivative Financial Instruments (Table) (– 2.6%)			(1,946,452)
Total Investments (22.6%)		**19,558,973**	**17,291,847**
Other Net Assets* (77.4%)			59,113,123
Net Assets (100%)			**76,404,970**

Table

Forward Contracts	Counterpart	Notional Number of Units	Average Cost $	Market Value $	Unrealized Appreciation (Depreciation) $
Units of Desjardins Overseas Equity Value Fund, 2004-10-01	Caisse centrale Desjardins	6,143,420	58,677,654	56,731,202	(1,946,452)

* A deposit of $58,677,654, which corresponds to the par value of forward contracts, is held at Caisse centrale Desjardins.

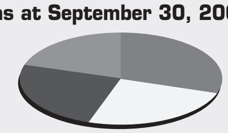
Objective

The objective of the Desjardins Select Global Equity Fund is to obtain long-term capital appreciation.

Portfolio Composition

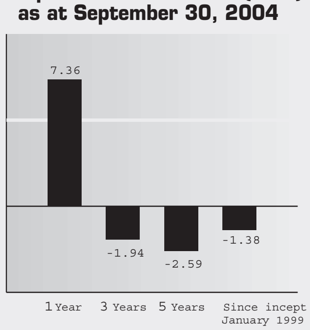
The assets of this Fund are invested in mutual funds, called underlying funds, primarily composed of equity securities of foreign corporations in the U.S., Europe and Asia.

Asset Mix
as at September 30, 2004

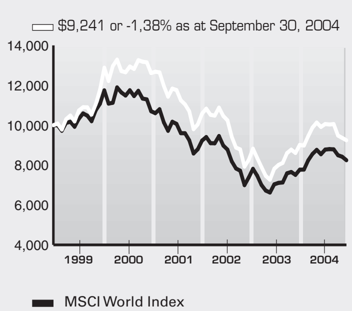


- 30.2% Fidelity International Portfolio Fund
- 25.2% BPI Global Equity Fund
- 24.8% Brandes Global Equity Fund
- 20.3% CI Global Fund
- (0.5%) Cash and Cash Equivalents

Compound Annual Return (in %)
as at September 30, 2004



Growth of a Hypothetical $10,000
Investment Since Inception



GLOBAL AND INTERNATIONAL EQUITY FUNDS
Desjardins Select Global Equity Fund

Overview

American stocks such as Merck & Co. and soon Pfizer, present in large portfolio holdings, are mainly sources of offset value at the moment the loonie is especially strong compared to the greenback. The CI Global Fund ranked well ahead as its manager favoured international holdings to the detriment of their American holdings, which represent less than 38% of the portfolio. The Fidelity International Portfolio Fund, with its imposing portfolio of more than 500 stocks, came in second by avoiding the throes associated with certain positions. The BPI Global Equity Fund was close behind as its American positions raised almost two thirds of its portfolio.

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Underlying Funds (100.5%)			
Brandes Global Equity Fund	3,577,771	35,730,539	42,715,727
BPI Global Equity Fund	4,575,231	64,386,016	43,510,447
CI Global Fund	2,983,701	42,256,919	34,909,303
Fidelity International Portfolio Fund	1,797,306	61,874,365	52,121,875
Total Investments		204,247,839	173,257,352
Other Net Assets (– 0.5%)			(943,325)
Net Assets (100%)			172,314,027

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	$ 8.212	$ 7.557	$ 9.450	$ 12.227	$ 12.876
Income and gain on investment operations					
Net investment income (loss)	(0.292)	(0.201)	(0.050)	(0.051)	(0.081)
Realized and unrealized net gain (loss) on investments	0.896	0.856	(1.732)	(2.726)	(0.115)
Total	0.604	0.655	(1.782)	(2.777)	(0.196)
Distributions to investors					
Net gain on sale of investments	–	–	0.111	–	0.453
Net Asset Value, End of Year	$ 8.816	$ 8.212	$ 7.557	$ 9.450	$ 12.227
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	$ 172,314	$ 179,317	$ 162,494	$ 174,009	$ 184,856
Average net assets (in thousands)	$ 192,563	$ 168,260	$ 194,397	$ 191,849	$ 130,694
Management expense ratio	3.24%	3.25%	3.25%	3.25%	3.25%
Management expense ratio before waived fees	n.a.	3.27%	3.34%	3.35%	3.26%
Portfolio turnover rate	1.76%	31.29%	14.38%	15.00%	22.29%

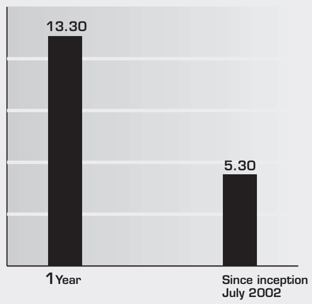
Years Ended September 30	2004	2003	2002	2001	2000
Annual return	7.36%	8.66%	-19.17%	-25.65%	25.12%

* Twelve-month period ended September 30
** Nine-month period ended September 30
*** Twelve-month period ended December 31

Brandes Global Equity Fund

Asset Mix as at September 30, 2004	%
Equities	
Europe	44.6
North America	32.5
Australasia	16.2
Latin America	4.0
Africa	0.0
Cash and Cash Equivalents	2.7
Total	**100.0**

Compound Annual Return (in %) as at September 30, 2004



Objective

The Fund aims to achieve long-term capital appreciation.

Portfolio Composition

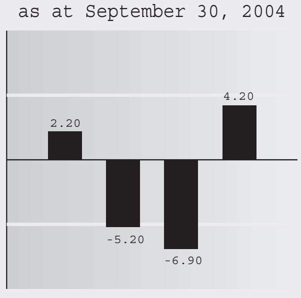
It consists primarily of the equity securities of both Canadian and non-Canadian issuers whose equity market capitalizations exceed $1 billion at the time of purchase. Countries in which the Fund may invest include, but are not limited to, nations of Western Europe, North and South America, Africa and Asia.

Top 10 Holdings	%
1. Nestlé	2.9
2. Unilever	2.8
3. Schering-Plough Corporation	2.4
4. Bristol-Myers Squibb Company	2.4
5. GlaxoSmithKline	2.3
6. Petróleo Brasileiro, Class A, ADR	2.2
7. Safeway	2.1
8. Altria Group	2.0
9. Electronic Data Systems Corporation	2.0
10. Telefonica	1.9
Total	**23.0**

BPI Global Equity Fund

Asset Mix as at September 30, 2004	%
Equities	
U.S.	65.4
Australasia	18.0
Europe	12.9
Bermuda	2.3
Cash and Cash Equivalents	1.4
Total	**100.0**

Compound Annual Return (in % as at September 30, 2004



Objective

The Fund aims to achieve long-term capital growth.

Portfolio Composition

The Fund invests in a variety of equity securities from around the world.

Top 10 Holdings	%
1. Yahoo!	5.8
2. eBay	5.0
3. Nextel Communications	4.1
4. EMI Group	3.7
5. QUALCOMM	3.4
6. Merrill Lynch & Co.	2.9
7. Mitsubishi Tokyo Financial Group	2.9
8. Goldman Sachs Group	2.7
9. Lowe's Companies	2.5
10. Caterpillar	2.3
Total	**35.3**

CI Global Fund

Objective

The objective of the Fund is to obtain maximum long-term capital growth.

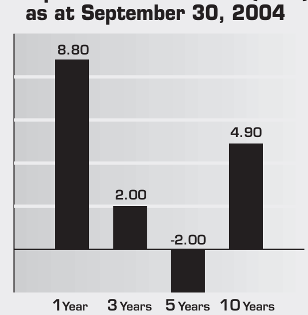
Portfolio Composition

It invests primarily in equity securities or equity-related securities of established corporations that have good prospects for future growth located throughout the world.

Top 10 Holdings	%
1. Microsoft Corporation	2.1
2. General Electric Company	2.0
3. Citigroup	1.4
4. Pfizer	1.3
5. Vodafone Group	1.2
6. Credit Suisse Group	1.0
7. Saipem	1.0
8. Danske Bank	1.0
9. Swiss Life Holding	0.9
10. Anglo Irish Bank Corporation	0.9
Total	**12.8**

Asset Mix as at September 30, 2004	%
Equities	
U.S.	37.5
Europe	34.6
Australasia	21.5
Bermuda	1.1
Latin America	0.9
Cayman Islands	0.8
Bahamas	0.6
Cash and Cash Equivalents	3.0
Total	**100.0**

Compound Annual Return (in %) as at September 30, 2004



Fidelity International Portfolio Fund

Objective

The investment objective of the Fund is to obtain long-term capital growth.

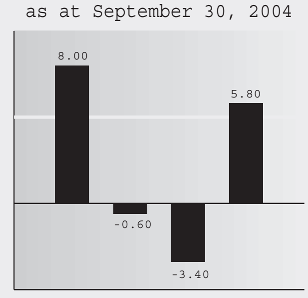
Portfolio Composition

It consists primarily of equity securities of companies anywhere in the world.

Top 10 Holdings	%
1. Genentech	n.a.
2. St. Jude Medical	n.a.
3. Univision Communications, Class A	n.a.
4. Dell	n.a.
5. SBC Communications	n.a.
6. BP	n.a.
7. EMC Corporation	n.a.
8. Zimmer Holdings	n.a.
9. Pfizer	n.a.
10. Vodafone Group	n.a.
Total	**15.2**

Asset Mix as at September 30, 2004	%
Equities	
U.S.	49.6
Japan	10.8
United Kingdom	9.8
Canada	4.3
France	3.6
Switzerland	2.7
Australia	2.6
Spain	2.2
Italy	1.8
Other Countries	11.1
Cash and Cash Equivalents	1.5
Total	**100.0**

Compound Annual Return (in %
as at September 30, 2004



Desjardins Fidelity International Portfolio Fund†

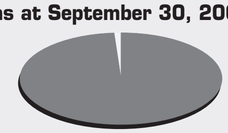
Objective

The objective of the Desjardins Fidelity International Portfolio Fund is to achieve long-term capital growth by replicating as closely as possible the return of the underlying Fidelity International Portfolio Fund.

Portfolio Composition

The portfolio of this Fund is invested in an investment fund, or underlying fund, the portfolio for which primarily consists of shares of major foreign companies in the U.S., Europe and Asia.

Asset Mix as at September 30, 2004



98.9% Fidelity International Portfolio Fund
1.1% Cash and Cash Equivalents

Annual Return

Due to the recent introduction of this Fund, whose units have been available for less than 12 months, the annual rate of return cannot be posted.

Overview

Foreign stock exchanges had an excellent year as the MSCI World Index, which lists the largest companies in the industrialized countries, posted a return of 10.1% in CAD$. It is important to note that Canadian investors' earnings were affected by the increase in the Canadian dollar compared to the U.S. dollar, since the United States represented more than 50% of the world index's market capitalization. All of the large regions of the world posted positive returns with Europe and the Pacific Rim (ex-Japan) coming out on top.

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Underlying Funds (98.9%)			
Fidelity International Portfolio Fund	253,830	7,660,447	7,361,072
Total Investments		7,660,447	7,361,072
Other Net Assets (1.1%)			79,613
Net Assets (100%)			7,440,685

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class** **					
Net Asset Value, Beginning of Year	$ 10.000	n.a.	n.a.	n.a.	n.a.
Income and gain on investment operations					
Net investment income (loss)	(0.186)	n.a.	n.a.	n.a.	n.a.
Realized and unrealized net gain (loss) on investments	(0.033)	n.a.	n.a.	n.a.	n.a.
Total	(0.219)	n.a.	n.a.	n.a.	n.a.
Net Asset Value, End of Year	$ 9.781	n.a.	n.a.	n.a.	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	$ 7,441	n.a.	n.a.	n.a.	n.a.
Average net assets (in thousands)	$ 4,622	n.a.	n.a.	n.a.	n.a.
Management expense ratio	2.52%	n.a.	n.a.	n.a.	n.a.
Management expense ratio before waived fees	3.08%	n.a.	n.a.	n.a.	n.a.
Portfolio turnover rate	7.27%	n.a.	n.a.	n.a.	n.a.

* Twelve-month period ended September 30
** Nine-month period ended September 30
*** Twelve-month period ended December 31
**** Beginning of operations in January 2004

† **Fidelity Investments** is a registered trademark of FMR Corp.

Fidelity International Portfolio Fund

Objective

The investment objective of the Fund is to obtain long-term capital growth.

Portfolio Composition

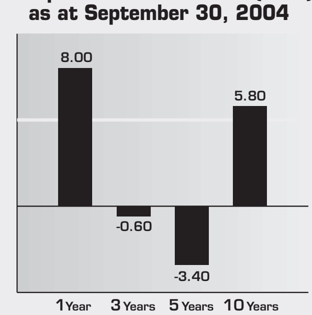
It consists primarily of equity securities of companies anywhere in the world.

Top 10 Holdings

	Top 10 Holdings	%
1.	Genentech	n.a.
2.	St. Jude Medical	n.a.
3.	Univision Communications, Class A	n.a.
4.	Dell	n.a.
5.	SBC Communications	n.a.
6.	BP	n.a.
7.	EMC Corporation	n.a.
8.	Zimmer Holdings	n.a.
9.	Pfizer	n.a.
10.	Vodafone Group	n.a.
	Total	**15.2**

Asset Mix as at September 30, 2004	%
Equities	
U.S.	49.6
Japan	10.8
United Kingdom	9.8
Canada	4.3
France	3.6
Switzerland	2.7
Australia	2.6
Spain	2.2
Italy	1.8
Other Countries	11.1
Cash and Cash Equivalents	1.5
Total	**100.0**

Compound Annual Return (in %) as at September 30, 2004



Fidelity Investments is a registered trademark of FMR Corp.

Desjardins Fidelity International Portfolio RSP Fund†

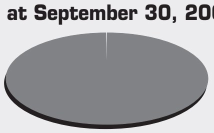
Objective

The objective of the Desjardins Fidelity International Portfolio RSP Fund is to achieve long-term capital growth by replicating as closely as possible the return of the underlying Fidelity International Portfolio RSP Fund.

Portfolio Composition

The portfolio of this Fund is invested in an investment fund, or underlying fund, the portfolio for which primarily consists of shares of major foreign companies in the U.S., Europe and Asia.

Asset Mix
as at September 30, 2004



99.8%	Fidelity International Portfolio RSP Fund
0.2%	Cash and Cash Equivalents

Annual Return

Due to the recent introduction of this Fund, whose units have been available for less than 12 months, the annual rate of return cannot be posted.

Overview

Foreign stock exchanges had an excellent year as the MSCI World Index, which lists the largest companies in the industrialized countries, posted a return of 10.1% in CAD$. It is important to note that Canadian investors' earnings were affected by the increase in the Canadian dollar compared to the U.S. dollar, since the United States represented more than 50% of the world index's market capitalization. All of the large regions of the world posted positive returns with Europe and the Pacific Rim (ex-Japan) coming out on top.

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Underlying Funds (99.8%)			
Fidelity International Portfolio RSP Fund	1,263,041	10,992,386	10,533,761
Total Investments		**10,992,386**	**10,533,761**
Other Net Assets (0.2%)			20,373
Net Assets (100%)			**10,554,134**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class****					
Net Asset Value, Beginning of Year	$ **10.000**	n.a.	n.a.	n.a.	n.a.
Income and gain on investment operations					
Net investment income (loss)	**(0.197)**	n.a.	n.a.	n.a.	n.a.
Realized and unrealized net gain (loss) on investments	**(0.035)**	n.a.	n.a.	n.a.	n.a.
Total	**(0.232)**	n.a.	n.a.	n.a.	n.a.
Net Asset Value, End of Year	$ **9.768**	n.a.	n.a.	n.a.	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	$ **10,554**	n.a.	n.a.	n.a.	n.a.
Average net assets (in thousands)	$ **6,779**	n.a.	n.a.	n.a.	n.a.
Management expense ratio	**2.67%**	n.a.	n.a.	n.a.	n.a.
Management expense ratio before waived fees	**2.91%**	n.a.	n.a.	n.a.	n.a.
Portfolio turnover rate	**7.17%**	n.a.	n.a.	n.a.	n.a.

* Twelve-month period ended September 30
** Nine-month period ended September 30
*** Twelve-month period ended December 31
**** Beginning of operations in January 2004

† **Fidelity Investments** is a registered trademark of FMR Corp.

Fidelity International Portfolio RSP Fund

Objective

The Fund aims to achieve long-term capital growth.

Portfolio Composition

The underlying Fund uses derivatives to seek performance that closely tracks the performance of the Fidelity International Portfolio Fund, which invests in equity securities of companies anywhere in the world.

Top 10 Holdings

	Top 10 Holdings	%
1.	Genentech	n.a.
2.	St. Jude Medical	n.a.
3.	Univision Communications, Class A	n.a.
4.	Dell	n.a.
5.	SBC Communications	n.a.
6.	BP	n.a.
7.	EMC Corporation	n.a.
8.	Zimmer Holdings	n.a.
9.	Pfizer	n.a.
10.	Vodafone Group	n.a.
	Total	**15.2**

Asset Mix as at September 30, 2004	%
Underlying fund	28.9
Derivative financial instruments related to the underlying fund	71.2
Cash and Cash Equivalents	(0.1)
Total	**100.0**

Annual Return

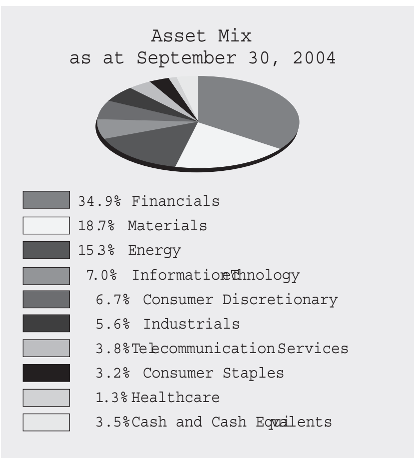
Due to the recent introduction of this Fund, whose units have been available for less than 12 months, the annual rate of return cannot be posted.

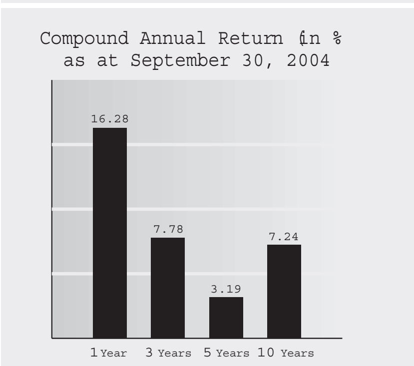
Objective

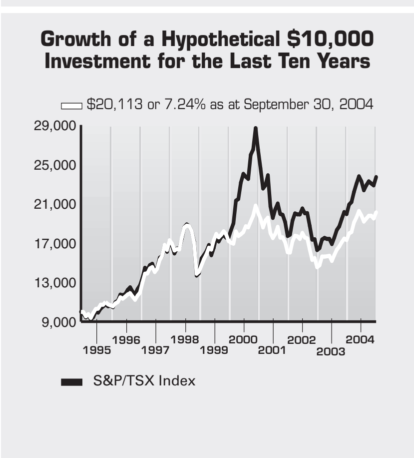
The objective of the Desjardins Environment Fund is to provide long-term capital appreciation.

Portfolio Composition

The assets of this Fund are mainly invested in shares of Canadian corporations that take a responsible approach towards the environment.







SPECIALTY FUNDS

Desjardins Environment Fund

Overview

The Desjardins Environment Fund did well over the past year, with a return of 16.28%. This Canadian securities fund benefited from the net improvement in Canadian companies' earnings. The forecast remains positive such that Canadian companies should benefit from national and international market conditions, which will improve throughout 2005.

Top 10 Holdings

Top 10 Holdings	%
1. Alcan	6.0
2. Manulife Financial Corporation	5.9
3. Petro-Canada	5.5
4. Bank of Nova Scotia	5.2
5. TD Group Financial Services	5.1
6. Canadian Imperial Bank of Commerce	4.2
7. Royal Bank of Canada	4.1
8. Sun Life Financial Services of Canada	3.6
9. Reitmans (Canada), Class A	3.1
10. Suncor Energy	3.0
Total	**45.7**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 16.600**	$ 13.948	$ 16.067	$ 19.297	$ 18.653
Income and gain on investment operations					
Net investment income (loss)	**(0.122)**	(0.072)	(0.098)	(0.070)	(0.118)
Realized and unrealized net gain (loss) on investments	**2.824**	2.724	(1.302)	(3.160)	1.275
Total	**2.702**	2.652	(1.400)	(3.230)	1.157
Distributions to investors					
Net gain on sale of investments	**–**	–	0.719	–	0.513
Net Asset Value, End of Year	**$ 19.302**	$ 16.600	$ 13.948	$ 16.067	$ 19.297
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 87,779**	$ 90,336	$ 82,928	$ 100,185	$ 127,428
Average net assets (in thousands)	**$ 92,707**	$ 87,134	$ 100,420	$ 115,595	$ 133,445
Management expense ratio	**2.40%**	2.39%	2.39%	2.39%	2.30%
Management expense ratio before waived fees	**2.51%**	2.52%	2.43%	n.a.	n.a.
Portfolio turnover rate	**58.08%**	49.86%	37.74%	39.50%	81.45%

Years Ended September 30	2004	2003	2002	2001	2000
Annual return	**16.28%**	19.01%	-9.52%	-20.04%	16.84%

* Twelve-month period ended September 30
** Nine-month period ended September 30
*** Twelve-month period ended December 31

Investment Portfolio as at September 30, 2004

Equities (96.5%)	Number of Shares	Average Cost $	Market Value $
Energy (15.3%)			
Enbridge	22,000	1,157,632	1,160,500
Ensign Resource Service Group	75,000	1,596,716	1,736,250
Petro-Canada	74,000	2,478,788	4,864,760
Precision Drilling Corporation	12,000	748,881	871,560
ShawCor, Class A	101,000	1,316,940	1,186,750
Shell Canada	13,200	682,707	910,800
Suncor Energy	66,000	1,166,023	2,666,400
		9,147,687	13,397,020
Materials (18.7%)			
Alcan	87,300	4,189,071	5,281,650
Canfor Corporation	113,000	1,582,120	1,802,350
Falconbridge	48,200	1,213,903	1,619,520
Inmet Mining Corporation	106,000	1,826,207	2,321,400
Kinross Gold Corporation	130,000	1,145,543	1,114,100
Placer Dome	41,900	805,265	1,055,880
Teck Cominco, Class B	44,000	816,826	1,197,240
Tembec, Class A	245,500	2,528,661	2,049,925
		14,107,596	16,442,065
Industrials (5.6%)			
ATS Automation Tooling Systems	121,100	1,516,314	1,277,605
Canadian National Railway Company	36,300	1,655,596	2,244,066
Transcontinental, Class A	41,800	443,601	982,300
WestAim Corporation	124,900	1,160,733	389,688
		4,776,244	4,893,659
Consumer Discretionary (6.7%)			
Reitmans (Canada), Class A	144,000	1,539,845	2,688,480
Rogers Communications, Class B	79,700	1,626,215	2,039,523
Thomson Corporation	27,000	1,243,350	1,185,030
		4,409,410	5,913,033
Consumer Staples (3.2%)			
Jean Coutu Group (PJC), Class A	115,000	1,729,766	1,932,000
Loblaw Companies	13,500	851,891	874,125
		2,581,657	2,806,125
Healthcare (1.3%)			
Patheon	87,000	953,527	804,750
QLT	17,000	425,690	355,130
		1,379,217	1,159,880

	Number of Shares	Average Cost $	Market Value $
Financials (34.9%)			
AGF Management, Class B	100,000	1,938,126	1,625,000
Bank of Montreal	45,500	1,696,654	2,516,150
Bank of Nova Scotia	123,400	1,946,910	4,559,630
Canadian Imperial Bank of Commerce	54,900	2,636,980	3,715,083
Industrial Alliance Insurance and Financial Services	37,700	1,418,600	1,824,680
Manulife Financial Corporation	93,700	4,221,449	5,190,980
Royal Bank of Canada	59,900	2,376,161	3,591,005
Sun Life Financial Services of Canada	82,000	2,219,230	3,131,580
TD Group Financial Services	97,700	3,432,648	4,502,993
		21,886,758	30,657,101
Information Technology (7.0%)			
Cognos	9,700	365,527	437,664
Creo Products	84,300	867,877	875,816
EXFO Electro-Optical Engineering	157,500	1,001,194	952,875
GEAC Computer Corporation	133,000	1,088,819	1,073,310
Gennum Corporation	41,000	575,640	555,550
Nortel Networks Corporation	238,000	1,955,429	1,018,640
Tundra Semiconductor Corporation	46,200	1,314,050	656,040
Zarlink Semiconductor	143,800	736,936	549,316
		7,905,472	6,119,211
Telecommunication Services (3.8%)			
BCE	48,600	1,401,420	1,324,350
Manitoba Telecom Services	10,700	550,515	454,108
TELUS Corporation	60,400	1,004,852	1,582,480
		2,956,787	3,360,938
Total Equities		69,150,828	84,749,032
	Par Value $		
Money Market Securities (2.8%)			
Canada Treasury Bills			
2004-11-04	525,000	523,047	523,047
2004-12-02	1,925,000	1,916,230	1,916,230
		2,439,277	2,439,277
Total Investments (99.3%)		**71,590,105**	**87,188,309**
Other Net Assets (0.7%)			590,753
Net Assets (100%)			**87,779,062**

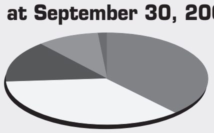
Objective

The objective of the Desjardins Ethical Canadian Balanced Fund is to provide both a reasonable income and long-term capital appreciation.

Portfolio Composition

The assets of this Fund are invested in several investment funds, i.e., 40% of the assets of the Fund is invested in mutual funds that invest primarily in fixed income securities and 60% in mutual funds that invest primarily in growth securities.

Asset Mix
as at September 30, 2004



- 38.2% **Ethical Growth Fund®**
- 35.7% **Ethical®** Income Fund
- 14.7% **Ethical** North American Equity Fund
- 9.9% **Ethica**l International Equity Fund
- 1.5% Cash and Cash Equivalents

Annual Return

Since this Fund resulting from the merger has existed for less than 12 months, the rate of return is not presented.

SPECIALTY FUNDS

Desjardins Ethical Canadian Balanced Fund

Overview

The funds inherent to Canadian and international investments are at the root of the best returns offered by underlying funds. The Ethical North American Equity Fund made sector-based choices that turned out to be less efficient as they were made in a context of a growing loonie compared to the greenback. However, the change in Ethical Growth Fund® manager and the new distribution of assets of the Desjardins Ethical Canadian Balanced Fund will come to fruition in the coming fiscal years.

Investment Portfolio as at September 30, 2004

	Number of Units	Average Cost $	Market Value $
Underlying Funds (98.5%)			
Ethical® Income Fund	375,380	4,107,040	4,183,049
Ethical Growth Fund®	356,457	3,657,578	3,911,942
Ethical North American Equity Fund	344,911	1,961,110	1,605,731
Ethical International Equity Fund	106,688	1,086,002	1,088,240
Total Investments		**10,811,730**	**10,788,962**
Other Net Assets (1.5%)			165,422
Net Assets (100%)			**10,954,384**

Financial Highlights (unaudited)

	2004*	**2003***	**2002***	**2001****	**2000*****
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 9.230**	$ 8.626	$ 8.904	$ 9.820	$ 10.000
Income and gain on investment operations					
Net investment income (loss)	**(0.082)**	(0.072)	(0.122)	(0.104)	(0.063)
Realized and unrealized net gain (loss) on investments	**0.665**	0.676	(0.156)	(0.812)	(0.107)
Total	**0.583**	0.604	(0.278)	(0.916)	(0.170)
Distributions to investors					
Net gain on sale of investments	**–**	–	–	–	0.010
Net Asset Value, End of Year	**$ 9.813**	$ 9.230	$ 8.626	$ 8.904	$ 9.820
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 10,954**	**$** 5,028	$ 4,617	$ 4,454	$ 4,410
Average net assets (in thousands)	**$ 9,830**	**$** 4,759	$ 4,917	$ 4,598	$ 3,604
Management expense ratio	**3.25%**	3.25%	3.25%	3.25%	3.25%
Management expense ratio before waived fees	**3.36%**	3.77%	3.66%	3.75%	3.93%
Portfolio turnover rate	**31.14%**	9.72%	15.94%	11.80%	36.22%

* Twelve-month period ended September 30
** Nine-month period ended September 30
*** Twelve-month period ended December 31

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Ethical® Income Fund

Objective

The Fund aims to provide high current income while protecting your initial investment. It follows a sustainable approach to investing.

Portfolio Composition

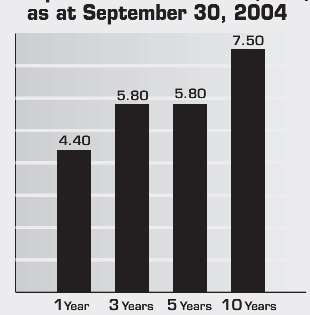
The Fund invests mostly in bonds, debentures and securities that are issued or guaranteed by the Government of Canada or provincial governments, first residential mortgages or money market securities.

Top 10 Holdings

		%
1.	Government of Canada, 6.000%, 2011-06-01	5.1
2.	Government of Canada, 5.750%, 2029-06-01	4.6
3.	Government of Canada, 5.500%, 2009-06-01	2.5
4.	Government of Canada, 8.000%, 2023-06-01	2.3
5.	Government of Canada, 4.500%, 2007-09-01	2.2
6.	Government of Canada, 6.000%, 2008-06-01	2.2
7.	Canada Housing Trust, 4.100%, 2008-12-15	2.2
8.	Province of Québec, Real Return, 3.300%, 2013-12-01	2.1
9.	Government of Canada, Real Return, 3.000%, 2036-12-01	2.1
10.	Government of Canada, 5.250%, 2012-06-01	2.1
	Total	**27.4**

Asset Mix as at September 30, 2004	%
Bonds	
Government of Canada	38.2
Corporations	33.4
Provincial Governments and Crown Corporations	21.2
Municipalities and Semi-Public Institutions	1.1
Mortgage-Backed Securities	4.4
Cash and Cash Equivalents	1.7
Total	**100.0**

Compound Annual Return (in %) as at September 30, 2004



Ethical Growth Fund®

Objective

The investment objective of the Fund is to increase the value of your investment over the long term. It follows a sustainable approach to investing.

Portfolio Composition

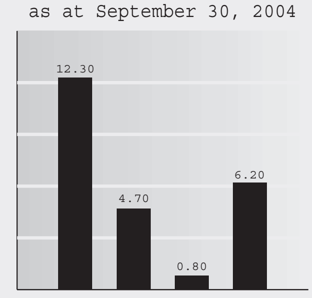
It consists primarily of securities of Canadian companies and, at the Manager's discretion, investments in other asset classes, such as bonds, debentures and short-term investments.

Top 10 Holdings

		%
1.	Bank of Montreal	4.1
2.	Alcan	3.6
3.	Suncor Energy	3.5
4.	TD Group Financial Services	3.5
5.	Petro-Canada	3.5
6.	Royal Bank of Canada	3.3
7.	Loblaw Companies	3.1
8.	Manulife Financial Corporation	3.1
9.	Bank of Nova Scotia	3.0
10.	Enbridge	3.0
	Total	**33.7**

Asset Mix as at September 30, 2004	%
Canadian Equities	
Financials	25.9
Materials	20.0
Energy	15.4
Consumer Discretionary	8.7
Healthcare	5.2
Information Technology	4.1
Industrials	4.0
Consumer Staples	3.1
Telecommunication Services	1.5
Foreign Equities	11.8
Cash and Cash Equivalents	0.3
Total	**100.0**

Compound Annual Return (in %
as at September 30, 2004



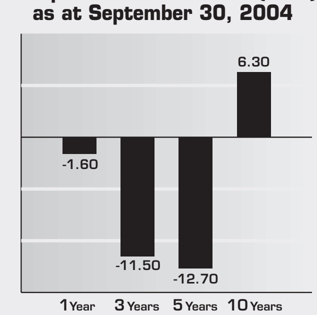
Desjardins Ethical Canadian Balanced Fund

Underlying Funds

Ethical North American Equity Fund

Asset Mix as at September 30, 2004	%
U.S. Equities	
Information Technology	26.9
Healthcare	23.5
Consumer Discretionary	19.3
Financials	12.4
Industrials	6.7
Telecommunication Services	3.2
Consumer Staples	0.8
Foreign Equities	5.1
Cash and Cash Equivalents	2.1
Total	**100.0**

Compound Annual Return (in %)
as at September 30, 2004



Objective

The objective of the Fund is to increase the value of your investment over the long term. It follows a sustainable approach to investing.

Portfolio Composition

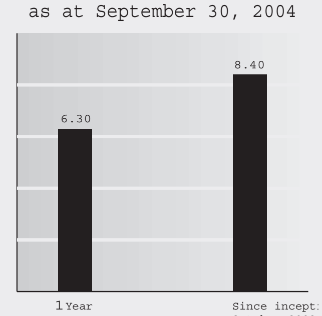
It consists primarily of securities of North American companies and, at the Manager's discretion, investments in other asset classes, such as bonds, debentures and short-term investments.

Top 10 Holdings		%
1.	Lowe's Companies	4.3
2.	Boston Scientific Corporation	3.9
3.	Electronic Arts	3.6
4.	Dell	3.6
5.	eBay	3.6
6.	Yahoo!	3.6
7.	American International Group	3.5
8.	American Standard Companies	3.5
9.	Amgen	3.3
10.	QUALCOMM	3.2
	Total	**36.1**

Ethical International Equity Fund

Asset Mix as at September 30, 2004	%
Equities	
Europe (ex-UK)	29.5
Japan	20.8
Emerging Markets	18.6
United Kingdom	15.4
Canada	6.1
Asia (ex-Japan)	5.9
Cash and Cash Equivalents	3.7
Total	**100.0**

Compound Annual Return (in %
as at September 30, 2004



Objective

The investment objective of the Fund is to achieve long term capital growth. It follows a sustainable approach to investing.

Portfolio Composition

The Fund invests primarily in equity and equity-related securities of companies located mainly outside of Canada and the United States.

Top 10 Holdings		%
1.	Telefonaktiebolaget LM Ericsson, Class B	2.8
2.	Sanofi-Synthelabo	2.7
3.	SAP	2.2
4.	Tesco	2.2
5.	Manulife Financial Corporation	2.0
6.	HSBC Holdings	2.0
7.	Standard Chartered	1.9
8.	Mitsubishi Tokyo Financial Group	1.9
9.	BG Group	1.9
10.	Canon	1.7
	Total	**21.3**

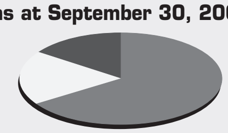
Objective

The objective of the Desjardins Alternative Investments Fund is to achieve both reasonable income return and long-term capital appreciation.

Portfolio Composition

The Fund's portfolio consists primarily of real estate investment trusts (REITs), income trusts and real return bonds.

Asset Mix
as at September 30, 2004



65.6%	Equity
34.3%	Financials
12.0%	Energy
7.9%	Consumer Discretionary
4.0%	Materials
3.2%	Consumer Staples
2.2%	Industrials
2.0%	Telecommunication Services
19.1%	Bonds
15.3%	Cash and Cash Equivalents

Annual Return

Due to the recent introduction of this Fund, whose units have been available for less than 12 months, the annual rate of return cannot be posted.

SPECIALTY FUNDS
Desjardins Alternative Investments Fund

Overview

During the past six months, this Fund, launched in January 2004, achieved a positive return. The Fund took advantage of opportunities in income trusts in the energy sector, which benefited from the sharp increase in oil prices, and in real return bonds.

The Desjardins Alternative Investments Fund portfolio manager believes in income trusts and real estate investment trusts, and in their fundamental qualities, but in a medium- or long-term perspective. It must be kept in mind that pronounced swings in recoveries that have driven these stocks in the last quarter as well as the past 12 months is without precedence. The Manager therefore adopted a more neutral position in these sectors at the beginning of the fourth quarter. Emphasis will be placed on investments related to raw materials, such as stocks of oil, gas and gold companies, based on perspectives offered by the fundamental underlying qualities.

Top 10 Holdings	%
1. RioCan Real Estate Investment Trust	7.1
2. Government of Canada, Real Return, 4.250%, 2021-12-01	5.5
3. Government of Canada, Real Return, 4.250%, 2026-12-01	5.2
4. Canada Treasury Bills, 2004-12-16	4.9
5. H&R Real Estate Investment Trust	4.8
6. Government of Canada, Real Return, 4.000%, 2031-12-01	4.3
7. Summit Real Estate Investment Trust	4.2
8. Canadian Real Estate Investment Trust	4.0
9. Cominar Real Estate Investment Trust	4.0
10. Retrocom Mid-Market Real Estate Investment Trust	2.9
Total	**46.9**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class******					
Net Asset Value, Beginning of Year	$ 10.000	n.a.	n.a.	n.a.	n.a.
Income and gain on investment operations					
Net investment income (loss)	0.148	n.a.	n.a.	n.a.	n.a.
Realized and unrealized net gain (loss) on investments	0.732	n.a.	n.a.	n.a.	n.a.
Total	0.880	n.a.	n.a.	n.a.	n.a.
Distributions to investors					
Net investment income	0.106	n.a.	n.a.	n.a.	n.a.
Return of capital	0.050	n.a.	n.a.	n.a.	n.a.
Total	0.156	n.a.	n.a.	n.a.	n.a.
Net Asset Value, End of Year	$ 10.724	n.a.	n.a.	n.a.	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	$ 77,491	n.a.	n.a.	n.a.	n.a.
Average net assets (in thousands)	$ 45,839	n.a.	n.a.	n.a.	n.a.
Management expense ratio	2.60%	n.a.	n.a.	n.a.	n.a.
Management expense ratio before waived fees	2.64%	n.a.	n.a.	n.a.	n.a.
Portfolio turnover rate	64.48%	n.a.	n.a.	n.a.	n.a.

* Twelve-month period ended September 30
** Nine-month period ended September 30
*** Twelve-month period ended December 31
**** Beginning of operations in January 2004

Investment Portfolio as at September 30, 2004

Equities (65.6%)	Number of Shares	Average Cost $	Market Value $
Energy (12.0%)			
ARC Energy Trust	71,900	1,083,332	1,211,515
Calpine Power Income Fund	101,300	1,093,995	1,073,780
Canadian Natural Resources	13,500	582,946	681,750
Centurion Energy International	129,000	563,428	877,200
Enbridge Income Fund	43,700	527,022	544,065
Focus Energy Trust	75,700	1,127,652	1,368,656
Pembina Pipeline Income Fund	28,300	361,620	352,901
Progress Energy Trust	37,000	524,457	553,150
Talisman Energy	21,000	633,245	688,590
Vermilion Energy Trust	99,000	1,743,220	1,978,020
		8,240,917	9,329,627
Materials (4.0%)			
Barrick Gold Corporation	51,000	1,366,834	1,356,600
TimberWest Forest Corp.	83,800	1,087,388	1,173,200
Yamana Gold	190,000	597,554	617,500
		3,051,776	3,147,300
Industrials (2.2%)			
Newalta Income Fund	57,700	1,063,439	1,237,665
Tree Island Wire Income Fund	28,300	330,755	432,424
		1,394,194	1,670,089
Consumer Discretionary (7.9%)			
Movie Distribution Income Fund	147,800	1,656,093	1,763,254
Osprey Media Income Fund	110,800	1,100,258	1,074,760
PDM Royalties Income Fund	184,100	1,865,134	1,899,912
Yellow Pages Income Fund	115,100	1,342,660	1,393,861
		5,964,145	6,131,787
Consumer Staples (3.2%)			
Connors Bros. Income Fund	55,400	927,988	900,250
North West Company Fund	41,200	1,024,692	1,030,000
Swiss Water Decaffeinated Coffee Income Fund	36,600	521,651	512,400
		2,474,331	2,442,650
Financials (34.3%)			
Boardwalk Real Estate Investment Trust	109,000	1,856,120	1,853,000
Canadian Apartment Properties Real Estate Investment Trust	148,336	1,871,052	2,039,620
Canadian Real Estate Investment Trust	189,000	2,962,678	3,118,500
Cominar Real Estate Investment Trust	196,200	2,938,843	3,107,808
Davis + Henderson Income Fund	63,100	1,125,414	1,227,295
H&R Real Estate Investment Trust	211,900	3,446,112	3,708,250
Retirement Residences Real Estate Investment Trust	50,000	555,182	539,500
Retrocom Mid-Market Real Estate Investment Trust	244,000	2,359,674	2,244,800
RioCan Real Estate Investment Trust	331,500	5,208,074	5,469,750
Summit Real Estate Investment Trust	184,400	3,191,385	3,263,880
		25,514,534	26,572,403
Telecommunication Services (2.0%)			
Amtelecom Income Fund	67,000	832,113	844,200
Bell Nordiq Income Fund	50,000	708,357	727,500
		1,540,470	1,571,700
Total Equities		48,180,367	50,865,556

Bonds (19.1%)	Par Value $	Average Cost $	Market Value $
Government of Canada (15.8%)			
real return			
4.250%, 2021-12-01	2,611,000	4,131,861	4,239,197
4.250%, 2026-12-01	2,514,000	3,872,226	4,019,584
4.000%, 2031-12-01	2,165,000	3,209,367	3,319,118
3.000%, 2036-12-01	592,000	688,444	691,485
		11,901,898	12,269,384
Provincial Government and Crown Corporations (3.3%)			
Province of Québec real return			
3.300%, 2013-12-01	177,000	191,468	195,794
4.500%, 2026-12-01	672,000	1,021,962	1,035,401
4.250%, 2031-12-01	925,000	1,325,337	1,327,448
		2,538,767	2,558,643
Total Bonds		14,440,665	14,828,027
Money Market Securities (16.4%)			
Alcan, notes 2004-11-05	500,000	497,240	497,240
Canada Treasury Bills			
2004-11-04	165,000	164,231	164,231
2004-12-16	3,780,000	3,760,400	3,760,400
Caterpillar Financial Services Corporation, notes 2004-11-29	1,000,000	994,240	994,240
CDP Financial, notes 2004-11-24	2,000,000	1,989,060	1,989,060
Corporation d'hébergement du Québec, notes 2004-11-26	2,000,000	1,988,820	1,988,820
DaimlerChrysler Canada Finance, notes 2004-11-05	500,000	497,315	497,315
Omers Realty Corporation, notes 2004-10-15	1,300,000	1,294,787	1,294,787
Terasen Pipelines, notes 2004-11-01	500,000	497,445	497,445
Volvo Treasury Canada, notes 2004-11-23	1,000,000	994,580	994,580
		12,678,118	12,678,118
Total Investments (101.1%)		**75,299,150**	**78,371,701**
Other Net Assets (–1.1%)			(880,934)
Net Assets (100%)			**77,490,767**

SPECIALTY FUNDS

Desjardins Global Science and Technology Fund

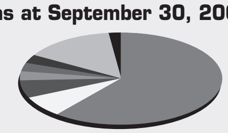
Objective

The objective of the Desjardins Global Science and Technology Fund is to generate long-term capital growth.

Portfolio Composition

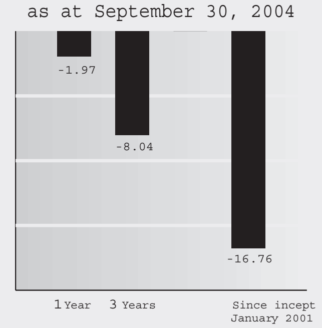
The assets of this Fund are invested primarily in shares of companies operating in the technology, healthcare and biotechnology sectors around the world.

Asset Mix
as at September 30, 2004

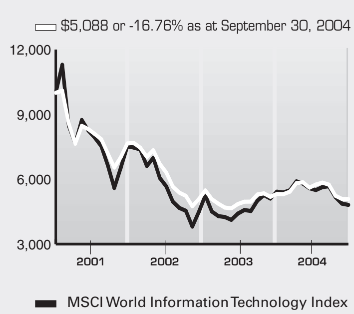


60.8%	United States
7.3%	Japan
6.2%	Switzerland
3.2%	Bermuda
3.0%	Germany
3.0%	India
14.5%	Other Countries
2.0%	Cash and Cash Equivalents

Compound Annual Return in %
as at September 30, 2004



Growth of a Hypothetical $10,000 Investment Since Inception



Overview

Healthcare and information technology stocks trailed the overall market in 2004. Strong stock selection within the technology sector more than offset lower sector performance, as the Fund's technology holdings outperformed the MSCI World Information Technology Index during the 12 months ended September 30, 2004. In particular, stock selection in semiconductors, communications equipment and software was exceptional. Holdings in the wireless communications industry also benefited the Fund. In the healthcare portion of the portfolio, sector allocation was positive for biotechnology, drugs and medical services, but negative for medical products. The Manager does not expect relative earnings growth of healthcare to improve as overall corporate profit growth eases due to a moderation in economic growth, to which the healthcare industry is more immune than most industries.

Over the long term, the Manager continues to identify and invest in strong secular trends within those sectors.

Top 10 Holdings

	%
1. Pfizer	4.8
2. Microsoft Corporation	3.4
3. UnitedHealth Group	2.9
4. QUALCOMM	2.9
5. Marvell Technology Group	2.5
6. Hoya Corporation	2.4
7. Juniper Networks	2.3
8. WellPoint Health Networks	2.3
9. Dell	2.2
10. Symantec Corporation	2.2
Total	**27.9**

Financial Highlights (unaudited)

	2004*	2003*	2002*	2001**	2000***
Data per Unit—A-Class					
Net Asset Value, Beginning of Year	**$ 5.190**	$ 4.754	$ 6.543	$ 10.000	n.a.
Income and gain on investment operations					
Net investment income (loss)	**(0.139)**	(0.074)	(0.135)	(0.126)	n.a.
Realized and unrealized net gain (loss) on investments	**0.037**	0.510	(1.654)	(3.331)	n.a.
Total	**(0.102)**	0.436	(1.789)	(3.457)	n.a.
Net Asset Value, End of Year	**$ 5.088**	$ 5.190	$ 4.754	$ 6.543	n.a.
Ratios and Supplemental Data					
Net assets, end of year (in thousands)	**$ 27,122**	$ 30,481	$ 25,848	$ 22,069	n.a.
Average net assets (in thousands)	**$ 31,162**	$ 28,437	$ 30,188	$ 19,945	n.a.
Management expense ratio	**3.21%**	3.14%	3.14%	3.19%	n.a.
Management expense ratio before waived fees	**n.a.**	3.29%	n.a.	n.a.	n.a.
Portfolio turnover rate	**122.04%**	51.45%	51.55%	149.43%	n.a.

Years Ended September 30	**2004**	**2003**	**2002**	**2001**	**2000**
Annual return	**-1.97%**	9.17%	-27.34%	n.a.	n.a.

* Twelve-month period ended September 30
** Nine-month period ended September 30
*** Twelve-month period ended December 31

Desjardins Global Science and Technology Fund

Investment Portfolio as at September 30, 2004

Equities (98.0%)	Number of Shares	Average Cost $	Market Value $
U.S. Equities (60.8%)			
Industrials (0.9%)			
Fiserv	5,550	287,200	244,531
Consumer Discretionary (1.7%)			
eBay	3,900	234,004	453,193
Healthcare (28.7%)			
Allergan	3,900	411,706	357,369
Amgen	6,500	601,821	465,647
Applera Corporation—Applied Biosystems Group	9,600	255,811	228,959
Beckman Coulter	800	56,910	56,744
Biogen Idec	4,100	348,839	316,983
Boston Scientific Corporation	6,400	313,323	321,375
Caremark	3,500	116,839	141,867
Cephalon	6,000	417,720	363,246
Forest Laboratories	6,000	547,211	341,102
Genentech	7,700	454,555	510,154
Gilead Sciences	6,200	245,511	292,917
Health Management Associates Class A	19,200	596,561	495,774
Pfizer	33,600	2,027,202	1,299,490
St. Jude Medical	3,300	249,334	313,942
Stryker Corporation	7,800	434,722	473,994
UnitedHealth Group	8,400	514,149	782,882
WellPoint Health Networks	4,600	548,678	610,988
Zimmer Holdings	4,100	382,403	409,585
		8,523,295	7,783,018
Financials (1.9%)			
Anthem	4,700	453,060	518,295
Information Technology (26.4%)			
Altera Corporation	4,600	110,448	113,779
BearingPoint	12,224	175,293	138,123
Broadcom Corporation	6,800	329,942	234,545
Cisco Systems	11,800	297,013	269,944
Corning	25,500	397,929	357,103
Dell	13,550	569,268	609,682
Electronic Arts	2,400	166,881	139,505
EMC Corporation	21,800	379,231	317,963
Juniper Networks	21,200	554,762	632,356
Linear Technology Corporation	8,000	419,647	366,431
Mercury Interactive Corporation	6,050	317,007	266,714
Microsoft Corporation	26,300	1,040,073	919,104
Motorola	17,400	383,771	396,734
Network Appliance	5,800	152,226	168,605
Oracle Corporation	35,300	573,373	503,266
QUALCOMM	15,700	508,156	774,682
Symantec Corporation	8,600	411,183	596,522
Yahoo!	8,100	297,153	347,157
		7,083,356	7,152,215
Telecommunication Services (1.2%)			
Nextel Communications, Class A	11,100	345,633	334,459
Total U.S. Equities		16,926,548	16,485,711
Foreign Equities (37.2%)			
Bermuda (3.2%)			
Accenture, Class A	5,800	188,343	198,294
Marvell Technology Group	20,200	520,321	667,121
		708,664	865,415
China (0.2%)			
BYD Company	13,500	57,959	51,857
France (1.4%)			
Sanofi-Aventis	2,987	293,603	273,873
Sanofi-Synthelabo, ADR	2,048	96,219	94,764
		389,822	368,637
Germany (3.0%)			
Altana	4,760	359,125	350,121
SAP, ADR	9,400	449,138	462,753
		808,263	812,874
India (3.0%)			
Infosys Technologies, ADR	7,100	406,025	507,912
Ranbaxy Laboratories, GDR	9,979	271,864	302,700
		677,889	810,612
Israel (1.2%)			
Teva Pharmaceutical Industries, ADR	9,800	384,566	321,423
Japan (7.3%)			
Canon	6,500	416,267	386,229
Hoya Corporation	4,900	615,023	649,201
Matsushita Electric Industrial Co.	11,000	188,586	185,612
Nitto Denko Corporation	4,600	332,753	267,527
OBIC Co.	600	184,434	142,332
Pioneer Corporation	3,100	83,020	81,788
Shionogi & Co.	15,000	352,401	271,691
		2,172,484	1,984,380
Mexico (1.3%)			
América Móvil, Series L, ADR	6,900	294,506	340,378
Russia (0.7%)			
AO VimpelCom, ADR	1,400	178,955	192,518
Singapore (1.1%)			
Flextronics International	17,750	377,033	297,254
South Korea (2.6%)			
LG Electronics, GDR	10,400	165,380	199,141
LG.Philips LCD Co., ADR	9,500	179,881	181,907
Samsung Electronics, GDR	1,300	326,277	325,329
		671,538	706,377
Sweden (1.4%)			
Telefonaktiebolaget LM Ericsson, ADR	9,900	367,549	390,895
Switzerland (6.2%)			
Alcon, ADR	5,200	400,980	527,098
Nobel Biocare Holding	1,365	281,889	268,145
Novartis	7,008	431,991	413,535
Roche Holding, ADR	3,700	433,011	485,181
		1,547,871	1,693,959
Taiwan (2.4%)			
Hon Hai Precision Industry Co., GDR	33,925	347,434	313,009
Taiwan Semiconductor Manufacturing Company, ADR	36,565	565,952	329,972
		913,386	642,981
United Kingdom (2.2%)			
AstraZeneca, ADR	2,160	139,948	112,286
Vodafone Group, ADR	16,100	509,457	490,610
		649,405	602,896
Total Foreign Equities		10,199,890	10,082,456
Total Equities		27,126,438	26,568,167

	Par Value $		
Money Market Securities (1.9%)			
Bank of Montreal, notes 2004-10-01	20,000	20,000	20,000
Caisse centrale Desjardins, notes 2004-10-13	500,000	499,410	499,410
		519,410	519,410
Total Investments (99.9%)		**27,645,848**	**27,087,577**
Other Net Assets (0.1%)			33,929
Net Assets (100%)			**27,121,506**

Auditors' Report

To the Unitholders of

Desjardins Money Market Fund
Desjardins Short-Term Income Fund
Desjardins Canadian Bond Fund
Desjardins Enhanced Bond Fund
Desjardins Canadian Balanced Fund
Desjardins Québec Balanced Fund
Desjardins Diversified Secure Fund
Desjardins Diversified Moderate Fund
Desjardins Diversified Audacious Fund
Desjardins Diversified Ambitious Fund
Desjardins Select Canadian Balanced Fund
Desjardins Dividend Fund
Desjardins Canadian Equity Value Fund
Desjardins Canadian Equity Fund
Desjardins Canadian Small Cap Equity Fund
Desjardins Select Canadian Equity Fund
Desjardins CI Canadian Investment Fund
Desjardins Fidelity True North® Fund
Desjardins Fidelity Canadian Growth Company Fund
Desjardins American Equity Value Fund
Desjardins American Equity Value RSP Fund
Desjardins Select American Equity Fund
Desjardins CI Value Trust Sector Fund
Desjardins CI Value Trust RSP Fund
Desjardins Fidelity Small Cap America Fund
Desjardins Fidelity Small Cap America RSP Fund
Desjardins Global Equity Value Fund
Desjardins Global Equity Value RSP Fund
Desjardins Overseas Equity Value Fund
Desjardins Overseas Equity Value RSP Fund
Desjardins Select Global Equity Fund
Desjardins Fidelity International Portfolio Fund
Desjardins Fidelity International Portfolio RSP Fund
Desjardins Environment Fund
Desjardins Ethical Canadian Balanced Fund
Desjardins Alternative Investments Fund
Desjardins Global Science and Technology Fund

collectively referred to as the "Desjardins Funds"

We have audited the statements of net assets of the Desjardins Funds as at September 30, 2004 and 2003; the investment portfolios as at September 30, 2004; and the statements of operations, the net realized gain (loss) on the sale of investments and the changes in net assets of the aforementioned Funds for the years then ended. These financial statements are the responsibility of the Desjardins Funds' Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. These standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Manager, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Desjardins Funds as at September 30, 2004 and 2003, their investment portfolio as at September 30, 2004, the results of their operations, the net realized gain (loss) on sale of investments and the changes in their net assets for the years then ended in accordance with Canadian generally accepted accounting principles.

Raymond Chabot Grant Thornton LLP
Chartered Accountants
Montréal, November 26, 2004

Statements of Net Assets

as at September 30

	Money Market 2004	Money Market 2003	Short-Term Income 2004	Short-Term Income 2003	Canadian Bond 2004	Canadian Bond 2003	Enhanced Bond* 2004
Assets							
Investments at market value	$ 609,258,035	$ 602,239,603	$ 670,421,868	$ 366,588,122	$ 411,096,718	$ 257,830,318	$ 163,833,532
Cash (bank overdraft)	10,209,686	206,763	12,219,311	797,036	476,027	(817,774)	682,373
Receivable for investment sales	–	199,276	–	–	7,547,795	–	169,350
Interest, dividends and other receivables	3,094,203	2,943,091	6,840,207	3,038,226	6,133,076	4,435,919	2,366,183
Subscriptions receivable	160,688	202,680	28,101	21,000	3,000	8,173	–
	622,722,612	605,791,413	689,509,487	370,444,384	425,256,616	261,456,636	167,051,438
Liabilities							
Payable for investment purchases	–	6,009,783	–	2,036,669	–	–	371,605
Accrued expenses	959,257	774,710	1,393,401	864,432	678,838	356,441	333,593
Redeemed units payable	371,801	517,665	99,978	5,993	32,166	32,387	–
Income for distribution to unitholders	550,403	944,406	–	–	–	–	–
	1,881,461	8,246,564	1,493,379	2,907,094	711,004	388,828	705,198
Net Assets and Unitholders' Equity	$ 620,841,151	$ 597,544,849	$ 688,016,108	$ 367,537,290	$ 424,545,612	$ 261,067,808	$ 166,346,240
Units Outstanding							
A-Class	62,053,674	59,724,977	150,168,157	80,046,889	78,659,628	48,021,435	16,710,297
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net Asset Value per Unit							
A-Class	$ 10.005	$ 10.005	$ 4.582	$ 4.592	$ 5.397	$ 5.436	$ 9.955
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

Signed on behalf of the Board of Directors of Desjardins Investment Management Inc., Manager of the Funds:
Bruno Morin and François Gagnon, Directors

Statements of Changes in Net Assets

Years Ended September 30

	Money Market 2004	Money Market 2003	Short-Term Income 2004	Short-Term Income 2003	Canadian Bond 2004	Canadian Bond 2003	Enhanced Bond* 2004
Net Assets, Beginning of Year	$ 597,544,849	$ 605,543,243	$ 367,537,290	$ 246,633,629	$ 261,067,808	$ 201,963,006	$ –
Unit Transactions							
Units sold[1]	509,616,362	447,846,090	447,095,521	171,469,054	223,467,942	84,479,291	168,245,866
Units issued on reinvestment of distributions	8,426,010	11,378,633	15,758,976	9,513,078	12,585,689	8,948,108	2,632,204
Units redeemed	494,746,070	467,223,117	138,988,773	60,842,263	69,705,360	38,493,401	3,611,611
	23,296,302	(7,998,394)	323,865,724	120,139,869	166,348,271	54,933,998	167,266,459
Increase (Decrease) in Net Assets from Operations	8,083,049	11,470,717	12,629,636	10,456,252	9,866,692	13,273,530	1,720,607
Distributions to Investors							
Net investment income	8,083,049	11,470,717	16,016,542	9,692,460	12,737,159	9,102,726	2,640,826
Net gain on sale of investments	–	–	–	–	–	–	–
Return of capital	–	–	–	–	–	–	–
	8,083,049	11,470,717	16,016,542	9,692,460	12,737,159	9,102,726	2,640,826
Net Assets, End of Year	$ 620,841,151	$ 597,544,849	$ 688,016,108	$ 367,537,290	$ 424,545,612	$ 261,067,808	$ 166,346,240

[1] Including units issued pursuant to the fund mergers (see Note 1b)

*Beginning of operations in January 2004

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

Statements of Net Assets

as at September 30

	Canadian Balanced 2004	Canadian Balanced 2003	Québec Balanced 2004	Québec Balanced 2003	Diversified Secure 2004	Diversified Secure 2003	Diversified Moderate 2004	Diversified Moderate 2003
Assets								
Investments at market value	$ 331,902,789	$ 379,511,718	$ 280,755,883	$ 247,471,830	$ 73,054,423	$ 102,398,431	$ 180,837,319	$ 261,421,805
Cash (bank overdraft)	1,071,811	310,987	456,031	577,779	21,313	(22,284)	6,507,277	59,176
Receivable for investment sales	3,174,622	1,192,404	–	–	87,672	99,638	204,676	49,819
Interest, dividends and other receivables	2,193,201	2,787,690	1,991,446	2,120,887	587,937	949,386	2,374,675	3,450,869
Subscriptions receivable	4,476	1,500	2,880	3,145	–	–	–	–
	338,346,899	383,804,299	283,206,240	250,173,641	73,751,345	103,425,171	189,923,947	264,981,669
Liabilities								
Payable for investment purchases	1,173,356	1,297,698	–	126,920	17,410	45,083	88,792	238,857
Accrued expenses	604,325	628,883	472,323	379,120	158,577	180,176	379,541	428,743
Redeemed units payable	24,067	20,582	11,015	32,635	590	–	3,120	10,456
Income for distribution to unitholders	–	–	–	–	–	–	–	–
	1,801,748	1,947,163	483,338	538,675	176,577	225,259	471,453	678,056
Net Assets and Unitholders' Equity	$ 336,545,151	$ 381,857,136	$ 282,722,902	$ 249,634,966	$ 73,574,768	$ 103,199,912	$ 189,452,494	$ 264,303,613
Units Outstanding								
A-Class	22,311,514	26,996,297	18,926,007	19,257,871	6,908,684	9,792,411	17,135,886	24,520,668
T-Class	n.a.	n.a.	2,619,222	777,262	n.a.	n.a.	n.a.	n.a.
Net Asset Value per Unit								
A-Class	$ 15.084	$ 14.145	$ 13.497	$ 12.552	$ 10.650	$ 10.539	$ 11.056	$ 10.779
T-Class	n.a.	n.a.	$ 10.416	$ 10.170	n.a.	n.a.	n.a.	n.a.

Signed on behalf of the Board of Directors of Desjardins Investment Management Inc., Manager of the Funds:
Bruno Morin and François Gagnon, Directors

Statements of Changes in Net Assets

Years Ended September 30

	Canadian Balanced 2004	Canadian Balanced 2003	Québec Balanced 2004	Québec Balanced 2003	Diversified Secure 2004	Diversified Secure 2003	Diversified Moderate 2004	Diversified Moderate 2003
Net Assets, Beginning of Year	$ 381,857,136	$ 398,644,593	$ 249,634,966	$ 209,117,172	$ 103,199,912	$ 119,750,950	$ 264,303,613	$ 289,748,944
Unit Transactions								
Units sold[1]	21,155,624	17,490,320	66,245,757	44,512,004	8,991,389	8,630,942	14,046,915	14,571,111
Units issued on reinvestment of distributions	3,826,889	5,665,874	2,100,295	2,632,339	1,477,606	2,363,990	5,533,000	7,656,528
Units redeemed	95,892,308	67,065,233	53,552,175	27,555,823	41,280,801	29,315,394	101,831,224	56,091,579
	(70,909,795)	(43,909,039)	14,793,877	19,588,520	(30,811,806)	(18,320,462)	(82,251,309)	(33,863,940)
Increase (Decrease) in Net Assets from Operations	29,441,562	32,825,003	21,434,644	23,720,606	2,671,540	4,159,560	12,973,932	16,146,502
Distributions to Investors								
Net investment income	3,843,752	5,703,421	2,255,430	2,667,596	1,484,878	2,390,136	5,573,742	7,727,893
Net gain on sale of investments	–	–	–	–	–	–	–	–
Return of capital	–	–	885,155	123,736	–	–	–	–
	3,843,752	5,703,421	3,140,585	2,791,332	1,484,878	2,390,136	5,573,742	7,727,893
Net Assets, End of Year	$ 336,545,151	$ 381,857,136	$ 282,722,902	$ 249,634,966	$ 73,574,768	$ 103,199,912	$ 189,452,494	$ 264,303,613

[1] Including units issued pursuant to the fund mergers (see Note 1b)

*Beginning of operations in January 2004

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

Statements of Net Assets

as at September 30

	Diversified Audacious 2004	Diversified Audacious 2003	Diversified Ambitious 2004	Diversified Ambitious 2003	Select Canadian Balanced 2004	Select Canadian Balanced 2003
Assets						
Investments at market value	$ 100,852,887	$ 136,743,475	$ 33,126,355	$ 42,950,654	$ 268,721,266	$ 183,860,995
Cash (bank overdraft)	1,406,969	130,678	908,968	46,567	(1,379,168)	(1,336,398)
Receivable for investment sales	304,860	–	134,131	74,664	–	–
Interest, dividends and other receivables	754,141	1,139,647	138,890	203,919	164,688	417,088
Subscriptions receivable	–	–	–	–	–	–
	103,318,857	138,013,800	34,308,344	43,275,804	267,506,786	182,941,685
Liabilities						
Payable for investment purchases	95,756	233,841	52,230	108,608	–	–
Accrued expenses	221,794	249,917	92,108	96,395	492,090	291,679
Redeemed units payable	–	14,635	16,263	–	673	–
Income for distribution to unitholders	–	–	–	–	–	–
	317,550	498,393	160,601	205,003	492,763	291,679
Net Assets and Unitholders' Equity	$ 103,001,307	$ 137,515,407	$ 34,147,743	$ 43,070,801	$ 267,014,023	$ 182,650,006
Units Outstanding						
A-Class	8,989,654	12,609,539	3,243,389	4,417,950	25,501,600	18,717,242
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net Asset Value per Unit						
A-Class	$ 11.458	$ 10.906	$ 10.528	$ 9.749	$ 10.470	$ 9.758
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

Signed on behalf of the Board of Directors of Desjardins Investment Management Inc., Manager of the Funds:
Bruno Morin and François Gagnon, Directors

Statements of Changes in Net Assets

Years Ended September 30

	Diversified Audacious 2004	Diversified Audacious 2003	Diversified Ambitious 2004	Diversified Ambitious 2003	Select Canadian Balanced 2004	Select Canadian Balanced 2003
Net Assets, Beginning of Year	$ 137,515,407	$ 145,734,159	$ 43,070,801	$ 43,061,150	$ 182,650,006	$ 180,819,778
Unit Transactions						
Units sold[1]	7,211,846	7,114,516	2,903,554	2,863,668	139,919,176	13,835,718
Units issued on reinvestment of distributions	1,374,220	2,209,242	69,915	167,108	–	–
Units redeemed	50,569,598	25,286,424	15,431,945	7,046,428	70,241,467	27,075,800
	(41,983,532)	(15,962,666)	(12,458,476)	(4,015,652)	69,677,709	(13,240,082)
Increase (Decrease) in Net Assets from Operations	8,845,470	9,960,023	3,605,437	4,192,876	14,686,308	15,070,310
Distributions to Investors						
Net investment income	1,376,038	2,216,109	70,019	167,573	–	–
Net gain on sale of investments	–	–	–	–	–	–
Return of capital	–	–	–	–	–	–
	1,376,038	2,216,109	70,019	167,573	–	–
Net Assets, End of Year	$ 103,001,307	$ 137,515,407	$ 34,147,743	$ 43,070,801	$ 267,014,023	$ 182,650,006

[1] Including units issued pursuant to the fund mergers (see Note 1b)

*Beginning of operations in January 2004

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

Statements of Net Assets

as at September 30

	Dividend 2004	Dividend 2003	Canadian Equity Value 2004	Canadian Equity Value 2003	Canadian Equity 2004	Canadian Equity 2003	Canadian Small Cap Equity 2004	Canadian Small Cap Equity 2003
Assets								
Investments at market value	$ 725,866,018	$ 471,616,735	$ 112,316,424	$ 27,159,454	$ 305,533,501	$ 127,426,639	$ 278,540,392	$ 242,337,737
Cash (bank overdraft)	1,229,098	819,107	(300,500)	171,718	490,381	292,647	2,370,368	624,966
Receivable for investment sales	182,500	–	184,120	15,460	1,607,798	1,089,584	–	59,858
Interest, dividends and other receivables	2,721,537	2,517,953	234,783	74,313	566,648	305,310	349,348	181,281
Subscriptions receivable	21,769	55,843	–	–	2,000	–	2,361	3,056
	730,020,922	475,009,638	112,434,827	27,420,945	308,200,328	129,114,180	281,262,469	243,206,898
Liabilities								
Payable for investment purchases	403,200	2,937,649	110,852	356,071	3,817,159	1,005,844	539,555	2,004,172
Accrued expenses	1,155,130	682,561	202,050	51,770	501,866	193,761	472,561	327,457
Redeemed units payable	47,432	31,743	17,394	–	46,355	3,129	103,639	37,248
Income for distribution to unitholders	–	–	–	–	–	–	–	–
	1,605,762	3,651,953	330,296	407,841	4,365,380	1,202,734	1,115,755	2,368,877
Net Assets and Unitholders' Equity	$ 728,415,160	$ 471,357,685	$ 112,104,531	$ 27,013,104	$ 303,834,948	$ 127,911,446	$ 280,146,714	$ 240,838,021
Units Outstanding								
A-Class	30,995,131	26,881,149	9,075,220	2,448,314	10,984,670	5,151,516	13,897,471	13,850,588
T-Class	11,989,830	1,639,178	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net Asset Value per Unit								
A-Class	$ 19.191	$ 16.899	$ 12.353	$ 11.033	$ 27.660	$ 24.830	$ 20.158	$ 17.388
T-Class	$ 11.141	$ 10.428	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

Signed on behalf of the Board of Directors of Desjardins Investment Management Inc., Manager of the Funds:
Bruno Morin and François Gagnon, Directors

Statements of Changes in Net Assets

Years Ended September 30

	Dividend 2004	Dividend 2003	Canadian Equity Value 2004	Canadian Equity Value 2003	Canadian Equity 2004	Canadian Equity 2003	Canadian Small Cap Equity 2004	Canadian Small Cap Equity 2003
Net Assets, Beginning of Year	$ 471,357,685	$ 410,384,615	$ 27,013,104	$ –	$ 127,911,446	$ 114,630,637	$ 240,838,021	$ 213,466,434
Unit Transactions								
Units sold[1]	278,538,641	62,830,582	99,276,213	25,464,333	227,310,022	11,250,690	59,836,750	23,613,377
Units issued on reinvestment of distributions	5,482,191	6,152,900	–	–	–	–	–	–
Units redeemed	94,138,003	57,363,497	18,825,403	431,245	65,811,166	16,190,025	58,876,279	25,476,632
	189,882,829	11,619,985	80,450,810	25,033,088	161,498,856	(4,939,335)	960,471	(1,863,255)
Increase (Decrease) in Net Assets from Operations	77,462,656	56,007,510	4,640,617	1,980,016	14,424,646	18,220,144	38,348,222	29,234,842
Distributions to Investors								
Net investment income	6,302,600	6,356,184	–	–	–	–	–	–
Net gain on sale of investments	–	–	–	–	–	–	–	–
Return of capital	3,985,410	298,241	–	–	–	–	–	–
	10,288,010	6,654,425	–	–	–	–	–	–
Net Assets, End of Year	$ 728,415,160	$ 471,357,685	$ 112,104,531	$ 27,013,104	$ 303,834,948	$ 127,911,446	$ 280,146,714	$ 240,838,021

[1] Including units issued pursuant to the fund mergers (see Note 1b)

*Beginning of operations in January 2004

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

Statements of Net Assets

as at September 30

	Select Canadian Equity 2004	Select Canadian Equity 2003	CI Canadian Investment* 2004	Fidelity True North®* 2004	Fidelity Canadian Growth Company* 2004
Assets					
Investments at market value	$ 329,428,222	$ 326,265,071	$ 41,087,375	$ 6,684,938	$ 9,902,265
Cash (bank overdraft)	716,594	(2,005,230)	1,028,170	112,226	69,543
Receivable for investment sales	–	–	–	–	–
Interest, dividends and other receivables	190,476	663,247	10,858	5,065	3,200
Subscriptions receivable	–	18,576	9,643	–	–
	330,335,292	324,941,664	42,136,046	6,802,229	9,975,008
Liabilities					
Payable for investment purchases	–	–	804,296	98,268	–
Accrued expenses	584,976	486,138	78,861	27,845	33,264
Redeemed units payable	33,128	81,182	–	–	12,225
Income for distribution to unitholders	–	–	–	–	–
	618,104	567,320	883,157	126,113	45,489
Net Assets and Unitholders' Equity	$ 329,717,188	$ 324,374,344	$ 41,252,889	$ 6,676,116	$ 9,929,519
Units Outstanding					
A-Class	25,423,095	29,227,285	3,842,217	637,383	949,485
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.
Net Asset Value per Unit					
A-Class	$ 12.969	$ 11.098	$ 10.737	$ 10.474	$ 10.458
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.

Signed on behalf of the Board of Directors of Desjardins Investment Management Inc., Manager of the Funds:
Bruno Morin and François Gagnon, Directors

Statements of Changes in Net Assets

Years Ended September 30

	Select Canadian Equity 2004	Select Canadian Equity 2003	CI Canadian Investment* 2004	Fidelity True North®* 2004	Fidelity Canadian Growth Company* 2004
Net Assets, Beginning of Year	$ 324,374,344	$ 283,864,174	$ –	$ –	$ –
Unit Transactions					
Units sold[1]	29,451,720	33,345,346	41,107,923	6,931,793	10,472,888
Units issued on reinvestment of distributions	–	–	–	–	–
Units redeemed	77,585,617	29,799,113	1,219,906	382,107	657,292
	(48,133,897)	3,546,233	39,888,017	6,549,686	9,815,596
Increase (Decrease) in Net Assets from Operations	53,476,741	36,963,937	1,364,872	126,430	113,923
Distributions to Investors					
Net investment income	–	–	–	–	–
Net gain on sale of investments	–	–	–	–	–
Return of capital	–	–	–	–	–
	–	–	–	–	–
Net Assets, End of Year	$ 329,717,188	$ 324,374,344	$ 41,252,889	$ 6,676,116	$ 9,929,519

[1] Including units issued pursuant to the fund mergers (see Note 1b)

*Beginning of operations in January 2004

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

Statements of Net Assets

as at September 30

	American Equity Value*	American Equity Value RSP		Select American Equity		CI Value Trust Sector*
	2004	2004	2003	2004	2003	2004
Assets						
Investments at market value	$ 235,542,067	$ 43,504,982	$ 197,294,207	$ 73,774,297	$ 76,442,987	$ 11,557,359
Cash (bank overdraft)	(64,075)	179,661,742	4,502,326	167,077	442,359	81,860
Receivable for investment sales	–	–	–	–	–	–
Interest, dividends and other receivables	415,541	995,131	342,024	43,261	187,634	8,752
Subscriptions receivable	–	10,000	23,555	–	–	–
	235,893,533	224,171,855	202,162,112	73,984,635	77,072,980	11,647,971
Liabilities						
Payable for investment purchases	–	–	–	–	–	–
Accrued expenses	444,875	326,144	311,256	174,957	128,792	37,199
Redeemed units payable	–	35,684	29,549	12,734	5,746	–
Income for distribution to unitholders	–	–	–	–	–	–
	444,875	361,828	340,805	187,691	134,538	37,199
Net Assets and Unitholders' Equity	$ 235,448,658	$ 223,810,027	$ 201,821,307	$ 73,796,944	$ 76,938,442	$ 11,610,772
Units Outstanding						
A-Class	24,003,623	27,085,785	25,279,925	12,108,624	12,967,615	1,244,151
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.	s.o
Net Asset Value per Unit						
A-Class	$ 9.809	$ 8.263	$ 7.983	$ 6.095	$ 5.933	9.332
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

Signed on behalf of the Board of Directors of Desjardins Investment Management Inc., Manager of the Funds:
Bruno Morin and François Gagnon, Directors

Statements of Changes in Net Assets

Years Ended September 30

	American Equity Value*	American Equity Value RSP		Select American Equity		CI Value Trust Sector*
	2004	2004	2003	2004	2003	2004
Net Assets, Beginning of Year	$ –	$ 201,821,307	$ 190,078,948	$ 76,938,442	$ 71,393,159	$ –
Unit Transactions						
Units sold[1]	251,162,385	60,396,243	28,399,885	13,255,924	11,444,436	13,522,753
Units issued on reinvestment of distributions	–	–	–	–	–	–
Units redeemed	10,082,581	44,613,500	19,526,042	18,974,209	9,556,693	1,021,228
	241,079,804	15,782,743	8,873,843	(5,718,285)	1,887,743	12,501,525
Increase (Decrease) in Net Assets from Operations	(5,631,146)	6,205,977	2,868,516	2,576,787	3,657,540	(890,753)
Distributions to Investors						
Net investment income	–	–	–	–	–	–
Net gain on sale of investments	–	–	–	–	–	–
Return of capital	–	–	–	–	–	–
	–	–	–	–	–	–
Net Assets, End of Year	$ 235,448,658	$ 223,810,027	$ 201,821,307	$ 73,796,944	$ 76,938,442	$ 11,610,772

[1] Including units issued pursuant to the fund mergers (see Note 1b)

*Beginning of operations in January 2004

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

Statements of Net Assets

as at September 30

	CI Value Trust RSP* 2004	Fidelity Small Cap America* 2004	Fidelity Small Cap America RSP* 2004
Assets			
Investments at market value	$ 47,830,562	$ 7,825,547	$ 29,685,574
Cash (bank overdraft)	572,370	179,363	508,652
Receivable for investment sales	–	–	–
Interest, dividends and other receivables	20,771	5,931	4,932
Subscriptions receivable	–	–	–
	48,423,703	8,010,841	30,199,158
Liabilities			
Payable for investment purchases	–	136,225	454,992
Accrued expenses	101,787	30,424	66,548
Redeemed units payable	–	–	–
Income for distribution to unitholders	–	–	–
	101,787	166,649	521,540
Net Assets and Unitholders' Equity	$ 48,321,916	$ 7,844,192	$ 29,677,618
Units Outstanding			
A-Class	5,189,528	811,272	3,072,033
T-Class	n.a.	n.a.	n.a.
Net Asset Value per Unit			
A-Class	$ 9.311	$ 9.669	$ 9.661
T-Class	n.a.	n.a.	n.a.

Signed on behalf of the Board of Directors of Desjardins Investment Management Inc., Manager of the Funds:
Bruno Morin and François Gagnon, Directors

Statements of Changes in Net Assets

Years Ended September 30

	2004	2004	2004
Net Assets, Beginning of Year	$ –	$ –	$ –
Unit Transactions			
Units sold[1]	53,333,657	9,203,758	32,747,089
Units issued on reinvestment of distributions	–	–	–
Units redeemed	987,907	801,132	750,220
	52,345,750	8,402,626	31,996,869
Increase (Decrease) in Net Assets from Operations	(4,023,834)	(558,434)	(2,319,251)
Distributions to Investors			
Net investment income	–	–	–
Net gain on sale of investments	–	–	–
Return of capital	–	–	–
	–	–	–
Net Assets, End of Year	$ 48,321,916	$ 7,844,192	$ 29,677,618

[1] Including units issued pursuant to the fund mergers (see Note 1b)

*Beginning of operations in January 2004

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

Statements of Net Assets

as at September 30

	Global Equity Value 2004	Global Equity Value 2003	Global Equity Value RSP 2004	Global Equity Value RSP 2003	Overseas Equity Value 2004	Overseas Equity Value 2003	Overseas Equity Value RSP* 2004
Assets							
Investments at market value	$ 211,810,924	$ 148,700,162	$ 30,033,075	$ 20,446,621	$ 147,420,015	$ 42,741,514	$ 17,291,847
Cash (bank overdraft)	2,928,265	146,419	117,566,387	68,911,053	(579,742)	36,039	58,918,996
Receivable for investment sales	–	93,437	–	–	–	13,638	–
Interest, dividends and other receivables	321,648	209,974	641,105	541,953	135,590	21,313	302,955
Subscriptions receivable	–	7,837	–	1,000	–	4,370	5,824
	215,060,837	149,157,829	148,240,567	89,900,627	146,975,863	42,816,874	76,519,622
Liabilities							
Payable for investment purchases	346,962	682,570	–	–	740,299	–	–
Accrued expenses	382,952	243,605	211,918	127,164	268,051	95,891	114,652
Redeemed units payable	11,030	8,724	24,363	2,684	24,459	5,532	–
Income for distribution to unitholders	–	–	–	–	–	–	–
	740,944	934,899	236,281	129,848	1,032,809	101,423	114,652
Net Assets and Unitholders' Equity	$ 214,319,893	$ 148,222,930	$ 148,004,286	$ 89,770,779	$ 145,943,054	$ 42,715,451	$ 76,404,970
Units Outstanding							
A-Class	7,139,005	5,335,098	17,752,884	11,509,550	15,707,642	5,450,438	7,516,822
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net Asset Value per Unit							
A-Class	$ 30.021	$ 27.783	$ 8.337	$ 7.800	$ 9.291	$ 7.837	$ 10.165
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

Signed on behalf of the Board of Directors of Desjardins Investment Management Inc., Manager of the Funds:
Bruno Morin and François Gagnon, Directors

Statements of Changes in Net Assets

Years Ended September 30

	Global Equity Value 2004	Global Equity Value 2003	Global Equity Value RSP 2004	Global Equity Value RSP 2003	Overseas Equity Value 2004	Overseas Equity Value 2003	Overseas Equity Value RSP* 2004
Net Assets, Beginning of Year	$ 148,222,930	$ 95,094,225	$ 89,770,779	$ 50,774,560	$ 42,715,451	$ 39,405,086	$ –
Unit Transactions							
Units sold[1]	92,175,826	74,916,093	81,309,405	37,801,487	113,238,243	5,343,126	79,590,747
Units issued on reinvestment of distributions	–	–	–	–	16,154	–	–
Units redeemed	38,956,823	31,902,166	29,577,411	4,103,754	16,852,791	5,104,846	1,705,279
	53,219,003	43,013,927	51,731,994	33,697,733	96,401,606	238,280	77,885,468
Increase (Decrease) in Net Assets from Operations	12,877,960	10,114,778	6,501,513	5,298,486	6,842,151	3,072,085	(1,480,498)
Distributions to Investors							
Net investment income	–	–	–	–	16,154	–	–
Net gain on sale of investments	–	–	–	–	–	–	–
Return of capital	–	–	–	–	–	–	–
	–	–	–	–	16,154	–	–
Net Assets, End of Year	$ 214,319,893	$ 148,222,930	$ 148,004,286	$ 89,770,779	$ 145,943,054	$ 42,715,451	$ 76,404,970

[1] Including units issued pursuant to the fund mergers (see Note 1b)

*Beginning of operations in January 2004

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

Statements of Net Assets

as at September 30

	Select Global Equity 2004	Select Global Equity 2003	Fidelity International Portfolio* 2004	Fidelity International Portfolio RSP* 2004
Assets				
Investments at market value	$ 173,257,352	$ 178,771,774	$ 7,361,072	$ 10,533,761
Cash (bank overdraft)	(634,340)	531,164	103,313	259,545
Receivable for investment sales	–	–	–	–
Interest, dividends and other receivables	71,830	314,411	5,852	2,979
Subscriptions receivable	–	3,575	–	–
	172,694,842	179,620,924	7,470,237	10,796,285
Liabilities				
Payable for investment purchases	–	–	–	207,148
Accrued expenses	345,762	279,116	29,552	35,003
Redeemed units payable	35,053	24,471	–	–
Income for distribution to unitholders	–	–	–	–
	380,815	303,587	29,552	242,151
Net Assets and Unitholders' Equity	$ 172,314,027	$ 179,317,337	$ 7,440,685	10,554,134
Units Outstanding				
A-Class	19,545,456	21,837,066	760,697	1,080,450
T-Class	n.a.	n.a.	n.a.	n.a.
Net Asset Value per Unit				
A-Class	$ 8.816	$ 8.212	$ 9.781	$ 9.768
T-Class	n.a.	n.a.	n.a.	n.a.

Signed on behalf of the Board of Directors of Desjardins Investment Management Inc., Manager of the Funds:
Bruno Morin and François Gagnon, Directors

Statements of Changes in Net Assets

Years Ended September 30

	Select Global Equity 2004	Select Global Equity 2003	Fidelity International Portfolio* 2004	Fidelity International Portfolio RSP* 2004
Net Assets, Beginning of Year	$ 179,317,337	$ 162,494,169	$ –	$ –
Unit Transactions				
Units sold[1]	20,977,214	20,363,389	8,407,953	11,636,622
Units issued on reinvestment of distributions	–	–	–	–
Units redeemed	42,734,917	17,469,252	588,148	498,753
	(21,757,703)	2,894,137	7,819,805	11,137,869
Increase (Decrease) in Net Assets from Operations	14,754,393	13,929,031	(379,120)	(583,735)
Distributions to Investors				
Net investment income	–	–	–	–
Net gain on sale of investments	–	–	–	–
Return of capital	–	–	–	–
	–	–	–	–
Net Assets, End of Year	$ 172,314,027	$ 179,317,337	$ 7,440,685	$ 10,554,134

[1] Including units issued pursuant to the fund mergers (see Note 1b)

*Beginning of operations in January 2004

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

Statements of Net Assets

as at September 30

	Environment 2004	Environment 2003	Ethical Canadian Balanced 2004	Ethical Canadian Balanced 2003	Alternative Investments* 2004	Global Science and Technology 2004	Global Science and Technology 2003
Assets							
Investments at market value	$ 87,188,309	$ 90,241,181	$ 10,788,962	$ 5,022,825	$ 78,371,701	$ 27,087,577	$ 30,636,923
Cash (bank overdraft)	280,232	(935)	199,407	24,148	13,069	2,004	(187,450)
Receivable for investment sales	1,133,000	759,901	–	–	63,095	318,579	314,342
Interest, dividends and other receivables	195,372	202,262	11,295	9,208	515,382	13,687	32,915
Subscriptions receivable	–	–	–	–	11,443	–	–
	88,796,913	91,202,409	10,999,664	5,056,181	78,974,690	27,421,847	30,796,730
Liabilities							
Payable for investment purchases	851,891	721,630	–	–	1,341,910	221,966	249,057
Accrued expenses	155,717	143,094	45,280	27,916	142,013	66,916	66,261
Redeemed units payable	10,243	1,987	–	–	–	11,459	–
Income for distribution to unitholders	–	–	–	–	–	–	–
	1,017,851	866,711	45,280	27,916	1,483,923	300,341	315,318
Net Assets and Unitholders' Equity	$ 87,779,062	$ 90,335,698	$ 10,954,384	$ 5,028,265	$ 77,490,767	$ 27,121,506	$ 30,481,412
Units Outstanding							
A-Class	4,547,747	5,441,960	1,116,292	544,752	7,225,765	5,330,310	5,872,648
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net Asset Value per Unit							
A-Class	$ 19.302	$ 16.600	$ 9.813	$ 9.230	$ 10.724	$ 5.088	$ 5.190
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

Signed on behalf of the Board of Directors of Desjardins Investment Management Inc., Manager of the Funds:
Bruno Morin and François Gagnon, Directors

Statements of Changes in Net Assets

Years Ended September 30

	Environment 2004	Environment 2003	Ethical Canadian Balanced 2004	Ethical Canadian Balanced 2003	Alternative Investments* 2004	Global Science and Technology 2004	Global Science and Technology 2003
Net Assets, Beginning of Year	$ 90,335,698	$ 82,928,204	$ 5,028,265	$ 4,617,095	$ –	$ 30,481,412	$ 25,847,914
Unit Transactions							
Units sold[1]	4,951,261	3,827,757	8,372,485	766,180	79,743,019	4,472,145	5,209,638
Units issued on reinvestment of distributions	–	–	–	–	962,737	–	–
Units redeemed	21,695,673	11,492,954	2,787,379	681,571	5,794,292	7,576,354	2,979,630
	(16,744,412)	(7,665,197)	5,585,106	84,609	74,911,464	(3,104,209)	2,230,008
Increase (Decrease) in Net Assets from Operations	14,187,776	15,072,691	341,013	326,561	3,543,399	(255,697)	2,403,490
Distributions to Investors							
Net investment income	–	–	–	–	655,654	–	–
Net gain on sale of investments	–	–	–	–	–	–	–
Return of capital	–	–	–	–	308,442	–	–
	–	–	–	–	964,096	–	–
Net Assets, End of Year	$ 87,779,062	$ 90,335,698	$ 10,954,384	$ 5,028,265	$ 77,490,767	$ 27,121,506	$ 30,481,412

[1] Including units issued pursuant to the fund mergers (see Note 1b)

*Beginning of operations in January 2004

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

Statements of Operations

Years Ended September 30

	Money Market 2004	Money Market 2003	Short-Term Income 2004	Short-Term Income 2003	Canadian Bond 2004	Canadian Bond 2003	Enhanced Bond* 2004
Investment Income							
Interest	$ 15,100,904	$ 18,296,144	$ 26,257,012	$ 15,316,844	$ 19,168,142	$ 13,268,349	$ 4,362,642
Dividends	–	–	–	–	–	–	12,950
Distributions received from underlying funds	–	–	–	–	–	–	–
Income (loss) from derivative financial instruments	–	–	–	–	–	–	168,036
	15,100,904	18,296,144	26,257,012	15,316,844	19,168,142	13,268,349	4,543,628
Expenses							
Management fees, net amount (Note 4)	6,529,656	6,350,614	8,659,960	4,864,752	5,576,345	3,601,960	1,542,165
Reports to unitholders	167,502	288,457	133,409	132,122	74,438	102,281	24,783
Filing fees	15,916	21,627	162,509	77,445	88,659	44,807	69,541
Custodian fees	58,484	69,795	55,683	32,937	34,561	25,342	10,057
Legal fees	9,598	7,919	7,644	3,627	4,265	2,808	1,420
Administrative fees	1,888,808	1,798,578	1,660,769	853,825	1,068,103	644,550	301,888
Audit fees	10,561	11,417	9,927	6,034	6,322	4,271	2,085
	8,680,525	8,548,407	10,689,901	5,970,742	6,852,693	4,426,019	1,951,939
Expenses paid by the Manager	(1,662,670)	(1,722,980)	(600,102)	(393,706)	(320,902)	(296,670)	(150,343)
	7,017,855	6,825,427	10,089,799	5,577,036	6,531,791	4,129,349	1,801,596
Net Investment Income (Loss)	8,083,049	11,470,717	16,167,213	9,739,808	12,636,351	9,139,000	2,742,032
Realized and Unrealized Gains (Losses) on Investments							
Net gain (loss) on sale of investments	–	–	1,107,374	(1,279,596)	1,404,969	(55,911)	(480,762)
Net exchange gain (loss) on foreign currencies and other net assets	–	–	–	–	–	–	933
Change in unrealized appreciation (depreciation) of investments and other net assets	–	–	(4,644,951)	1,996,040	(4,174,628)	4,190,441	(541,596)
Net Gain (Loss) on Investments	–	–	(3,537,577)	716,444	(2,769,659)	4,134,530	(1,021,425)
Increase (Decrease) in Net Assets from Operations	$ 8,083,049	$ 11,470,717	$ 12,629,636	$ 10,456,252	$ 9,866,692	$ 13,273,530	$ 1,720,607
Increase (Decrease) in Net Assets from Operations per Unit							
A-Class	$ 0.133	$ 0.193	$ 0.108	$ 0.158	$ 0.153	$ 0.317	$ 0.139
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

Statements of Net Realized Gain (Loss) on Sale of Investments

Years Ended September 30

	Money Market 2004	Money Market 2003	Short-Term Income 2004	Short-Term Income 2003	Canadian Bond 2004	Canadian Bond 2003	Enhanced Bond* 2004
Proceeds on Sale of Investments	$ 3,719,640,339	$2,912,409,713	$ 1,335,721,812	$ 665,581,644	$ 569,426,763	$ 223,608,543	$ 722,982,012
Average or Amortized Cost of Investments Sold							
Investments—Beginning of year	602,239,603	602,802,242	363,568,784	246,684,635	251,568,608	196,701,957	–
Investments purchased	3,726,658,771	2,911,847,074	1,643,093,135	783,745,389	725,462,822	278,531,105	887,837,902
Investments—End of year	609,258,035	602,239,603	672,047,481	363,568,784	409,009,636	251,568,608	164,375,128
	3,719,640,339	2,912,409,713	1,334,614,438	666,861,240	568,021,794	223,664,454	723,462,774
Net Realized Gain (Loss) on Sale of Investments	$ –	$ –	$ 1,107,374	$ (1,279,596)	$ 1,404,969	$ (55,911)	$ (480,762)

* Beginning of operations in January 2004

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

Statements of Operations

Years Ended September 30

	Canadian Balanced 2004	Canadian Balanced 2003	Québec Balanced 2004	Québec Balanced 2003	Diversified Secure 2004	Diversified Secure 2003	Diversified Moderate 2004	Diversified Moderate 2003
Investment Income								
Interest	$ 7,498,910	$ 8,601,782	$ 5,499,738	$ 5,160,812	$ 3,036,007	$ 4,138,485	$ 9,073,002	$ 11,332,853
Dividends	3,936,614	5,350,578	2,881,777	2,565,872	288,337	384,019	1,443,794	1,889,782
Distributions received from underlying funds	–	–	–	–	–	–	–	–
Income (loss) from derivative financial instruments	–	–	–	–	–	–	–	–
	11,435,524	13,952,360	8,381,515	7,726,684	3,324,344	4,522,504	10,516,796	13,222,635
Expenses								
Management fees, net amount (Note 4)	7,052,624	7,422,620	5,299,590	4,379,335	1,572,579	1,824,995	4,295,560	4,835,425
Reports to unitholders	103,882	195,202	73,923	107,077	27,129	56,179	69,616	138,794
Filing fees	20,362	19,246	34,141	29,162	15,637	15,381	18,549	18,714
Custodian fees	61,779	96,124	27,946	23,318	9,260	35,877	35,085	68,234
Legal fees	5,952	5,359	4,236	2,940	1,555	1,542	3,989	3,810
Administrative fees	1,184,789	1,226,578	851,675	669,281	322,143	352,263	781,331	849,873
Audit fees	6,336	6,788	4,998	4,288	1,578	1,984	4,127	4,877
	8,435,724	8,971,917	6,296,509	5,215,401	1,949,881	2,288,221	5,208,257	5,919,727
Expenses paid by the Manager	(455,171)	(625,817)	(242,979)	(303,998)	(100,905)	(164,471)	(244,823)	(414,648)
	7,980,553	8,346,100	6,053,530	4,911,403	1,848,976	2,123,750	4,963,434	5,505,079
Net Investment Income (Loss)	3,454,971	5,606,260	2,327,985	2,815,281	1,475,368	2,398,754	5,553,362	7,717,556
Realized and Unrealized Gains (Losses) on Investments								
Net gain (loss) on sale of investments	23,594,243	(7,767,620)	11,091,454	(1,904,533)	1,005,352	(2,343,577)	5,632,814	(11,179,373)
Net exchange gain (loss) on foreign currencies and other net assets	–	–	–	–	–	–	–	–
Change in unrealized appreciation (depreciation) of investments and other net assets	2,392,348	34,986,363	8,015,205	22,809,858	190,820	4,104,383	1,787,756	19,608,319
Net Gain (Loss) on Investments	25,986,591	27,218,743	19,106,659	20,905,325	1,196,172	1,760,806	7,420,570	8,428,946
Increase (Decrease) in Net Assets from Operations	$ 29,441,562	$ 32,825,003	$ 21,434,644	$ 23,720,606	$ 2,671,540	$ 4,159,560	$ 12,973,932	$ 16,146,502
Increase (Decrease) in Net Assets from Operations per Unit								
A-Class	$ 1.196	$ 1.155	$ 1.069	$ 1.250	$ 0.301	$ 0.394	$ 0.593	$ 0.624
T-Class	n.a.	n.a.	$ 0.508	$ 0.873	n.a.	n.a.	n.a.	n.a.

Statements of Net Realized Gain (Loss) on Sale of Investments

Years Ended September 30

	Canadian Balanced 2004	Canadian Balanced 2003	Québec Balanced 2004	Québec Balanced 2003	Diversified Secure 2004	Diversified Secure 2003	Diversified Moderate 2004	Diversified Moderate 2003
Proceeds on Sale of Investments	$ 602,641,366	$ 418,640,478	$ 289,410,068	$ 143,969,875	$ 355,477,191	$ 345,391,948	$ 491,752,342	$ 410,108,959
Average or Amortized Cost of Investments Sold								
Investments—Beginning of year	373,649,069	424,538,384	229,682,944	211,787,547	102,413,364	122,847,400	262,768,337	307,236,280
Investments purchased	529,045,846	375,518,783	303,587,462	163,769,805	324,937,011	327,301,489	403,747,286	376,820,389
Investments—End of year	323,647,792	373,649,069	254,951,792	229,682,944	72,878,536	102,413,364	180,396,095	262,768,337
	579,047,123	426,408,098	278,318,614	145,874,408	354,471,839	347,735,525	486,119,528	421,288,332
Net Realized Gain (Loss) on Sale of Investments	$ 23,594,243	$ (7,767,620)	$ 11,091,454	$ (1,904,533)	$ 1,005,352	$ (2,343,577)	$ 5,632,814	$ (11,179,373)

* Beginning of operations in January 2004

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

Statements of Operations

Years Ended September 30

	Diversified Audacious 2004	Diversified Audacious 2003	Diversified Ambitious 2004	Diversified Ambitious 2003	Select Canadian Balanced 2004	Select Canadian Balanced 2003
Investment Income						
Interest	$ 2,697,508	$ 3,377,071	$ 421,891	$ 490,575	$ 16,432	$ 4,762
Dividends	1,317,768	1,820,631	552,263	727,334	–	–
Distributions received from underlying funds	–	–	–	–	7,872,400	1,304,734
Income (loss) from derivative financial instruments	–	–	–	–	–	–
	4,015,276	5,197,702	974,154	1,217,909	7,888,832	1,309,496
Expenses						
Management fees, net amount (Note 4)	2,355,522	2,620,481	759,445	800,067	7,185,705	3,392,394
Reports to unitholders	36,701	71,608	11,713	21,563	66,787	89,151
Filing fees	15,051	14,529	13,275	12,686	21,484	16,357
Custodian fees	13,874	53,235	4,444	33,762	39,900	35,367
Legal fees	2,103	1,966	671	592	3,827	2,447
Administrative fees	425,798	443,907	149,495	141,117	799,628	539,104
Audit fees	2,194	2,442	720	746	4,524	3,226
	2,851,243	3,208,168	939,763	1,010,533	8,121,855	4,078,046
Expenses paid by the Manager	(164,532)	(222,271)	(47,540)	(72,917)	(81,429)	(159,866)
	2,686,711	2,985,897	892,223	937,616	8,040,426	3,918,180
Net Investment Income (Loss)	1,328,565	2,211,805	81,931	280,293	(151,594)	(2,608,684)
Realized and Unrealized Gains (Losses) on Investments						
Net gain (loss) on sale of investments	4,820,217	(9,549,620)	2,475,929	(3,219,944)	1,041,071	(8,852,870)
Net exchange gain (loss) on foreign currencies and other net assets	–	–	–	–	–	–
Change in unrealized appreciation (depreciation) of investments and other net assets	2,696,688	17,297,838	1,047,577	7,132,527	13,796,831	26,531,864
Net Gain (Loss) on Investments	7,516,905	7,748,218	3,523,506	3,912,583	14,837,902	17,678,994
Increase (Decrease) in Net Assets from Operations	$ 8,845,470	$ 9,960,023	$ 3,605,437	$ 4,192,876	$ 14,686,308	$ 15,070,310
Increase (Decrease) in Net Assets from Operations per Unit						
A-Class	$ 0.791	$ 0.751	$ 0.914	$ 0.908	$ 0.592	$ 0.778
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

Statements of Net Realized Gain (Loss) on Sale of Investments

Years Ended September 30

	Diversified Audacious 2004	Diversified Audacious 2003	Diversified Ambitious 2004	Diversified Ambitious 2003	Select Canadian Balanced 2004	Select Canadian Balanced 2003
Proceeds on Sale of Investments	$ 196,519,327	$ 197,150,935	$ 56,085,187	$ 44,023,545	$ 251,366,485	$ 35,147,276
Average or Amortized Cost of Investments Sold						
Investments—Beginning of year	140,686,296	165,631,532	44,109,117	50,961,574	194,684,929	217,229,900
Investments purchased	153,111,834	181,755,319	42,737,382	40,391,032	321,388,854	21,455,175
Investments—End of year	102,099,020	140,686,296	33,237,241	44,109,117	265,748,369	194,684,929
	191,699,110	206,700,555	53,609,258	47,243,489	250,325,414	44,000,146
Net Realized Gain (Loss) on Sale of Investments	$ 4,820,217	$ (9,549,620)	$ 2,475,929	$ (3,219,944)	$ 1,041,071	$ (8,852,870)

* Beginning of operations in January 2004

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

Statements of Operations

Years Ended September 30

	Dividend 2004	Dividend 2003	Canadian Equity Value 2004	Canadian Equity Value 2003	Canadian Equity 2004	Canadian Equity 2003	Canadian Small Cap Equity 2004	Canadian Small Cap Equity 2003
Investment Income								
Interest	$ 5,333,687	$ 3,445,615	$ 72,950	$ 15,848	$ 197,697	$ 123,043	$ 578,547	$ 295,437
Dividends	15,149,193	14,096,784	1,245,038	297,747	3,890,747	2,463,862	1,167,081	1,358,136
Distributions received from underlying funds	–	–	–	–	–	–	–	–
Income (loss) from derivative financial instruments	–	–	–	–	–	–	–	–
	20,482,880	17,542,399	1,317,988	313,595	4,088,444	2,586,905	1,745,628	1,653,573
Expenses								
Management fees, net amount (Note 4)	11,533,016	8,282,240	1,480,927	297,600	4,941,563	2,330,121	5,321,706	4,192,951
Reports to unitholders	141,303	204,989	15,053	5,821	61,704	58,557	81,671	104,624
Filing fees	106,784	35,741	45,168	20,943	37,793	15,463	31,519	19,323
Custodian fees	60,677	45,557	7,774	1,722	26,033	13,440	28,821	21,822
Legal fees	8,097	5,613	863	160	3,536	1,607	4,680	2,872
Administrative fees	1,847,612	1,268,605	226,686	47,318	805,494	363,145	860,807	654,354
Audit fees	10,836	7,973	1,277	346	4,497	2,119	5,068	4,026
	13,708,325	9,850,718	1,777,748	373,910	5,880,620	2,784,452	6,334,272	4,999,972
Expenses paid by the Manager	(594,460)	(648,230)	–	(12,340)	(261,708)	(159,133)	(283,111)	(275,827)
	13,113,865	9,202,488	1,777,748	361,570	5,618,912	2,625,319	6,051,161	4,724,145
Net Investment Income (Loss)	7,369,015	8,339,911	(459,760)	(47,975)	(1,530,468)	(38,414)	(4,305,533)	(3,070,572)
Realized and Unrealized Gains (Losses) on Investments								
Net gain (loss) on sale of investments	20,076,695	2,474,597	934,508	54,392	25,405,041	869,831	46,852,937	6,264,060
Net exchange gain (loss) on foreign currencies and other net assets	–	–	–	–	–	–	–	–
Change in unrealized appreciation (depreciation) of investments and other net assets	50,016,946	45,193,002	4,165,869	1,973,599	(9,449,927)	17,388,727	(4,199,182)	26,041,354
Net Gain (Loss) on Investments	70,093,641	47,667,599	5,100,377	2,027,991	15,955,114	18,258,558	42,653,755	32,305,414
Increase (Decrease) in Net Assets from Operations	$ 77,462,656	$ 56,007,510	$ 4,640,617	$ 1,980,016	$ 14,424,646	$ 18,220,144	$ 38,348,222	$ 29,234,842
Increase (Decrease) in Net Assets from Operations per Unit								
A-Class	$ 2.420	$ 2.076	$ 0.807	$ 1.145	$ 1.553	$ 3.461	$ 2.749	$ 2.108
T-Class	$ 1.250	$ 1.025	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

Statements of Net Realized Gain (Loss) on Sale of Investments

Years Ended September 30

	Dividend 2004	Dividend 2003	Canadian Equity Value 2004	Canadian Equity Value 2003	Canadian Equity 2004	Canadian Equity 2003	Canadian Small Cap Equity 2004	Canadian Small Cap Equity 2003
Proceeds on Sale of Investments	$ 511,967,026	$ 338,695,739	$ 194,976,718	$ 10,353,369	$ 445,518,411	$ 97,465,605	$ 271,915,377	$ 243,586,563
Average or Amortized Cost of Investments Sold								
Investments—Beginning of year	428,384,148	412,105,444	25,185,855	-	110,674,832	114,043,627	201,008,252	196,873,285
Investments purchased	696,122,668	352,499,846	275,033,311	35,484,832	607,670,159	93,226,979	265,464,277	241,457,470
Investments—End of year	632,616,485	428,384,148	106,176,956	25,185,855	298,231,621	110,674,832	241,410,089	201,008,252
	491,890,331	336,221,142	194,042,210	10,298,977	420,113,370	96,595,774	225,062,440	237,322,503
Net Realized Gain (Loss) on Sale of Investments	$ 20,076,695	$ 2,474,597	$ 934,508	$ 54,392	$ 25,405,041	$ 869,831	$ 46,852,937	$ 6,264,060

* Beginning of operations in January 2004

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

Statements of Operations

Years Ended September 30

	Select Canadian Equity 2004	Select Canadian Equity 2003	CI Canadian Investment* 2004	Fidelity True North®* 2004	Fidelity Canadian Growth Company* 2004
Investment Income					
Interest	$ 8,702	$ 15,063	$ 3,937	$ 721	$ 1,184
Dividends	–	–	–	–	–
Distributions received from underlying funds	276,281	1,606,052	48,875	–	–
Income (loss) from derivative financial instruments	–	–	–	–	–
	284,983	1,621,115	52,812	721	1,184
Expenses					
Management fees, net amount (Note 4)	9,252,726	5,873,694	340,153	66,743	101,059
Reports to unitholders	93,913	142,328	4,161	829	1,260
Filing fees	21,001	23,291	25,321	13,827	15,028
Custodian fees	47,450	48,994	6,039	5,139	5,258
Legal fees	5,381	3,907	238	48	72
Administrative fees	1,059,975	872,053	49,468	10,275	15,209
Audit fees	6,223	5,553	368	71	108
	10,486,669	6,969,820	425,748	96,932	137,994
Expenses paid by the Manager	(1,500)	(226,512)	(18,182)	(18,337)	(12,850)
	10,485,169	6,743,308	407,566	78,595	125,144
Net Investment Income (Loss)	(10,200,186)	(5,122,193)	(354,754)	(77,874)	(123,960)
Realized and Unrealized Gains (Losses) on Investments					
Net gain (loss) on sale of investments	19,495,303	(1,047,683)	10,858	4,564	6,628
Net exchange gain (loss) on foreign currencies and other net assets	–	–	–	–	–
Change in unrealized appreciation (depreciation) of investments and other net assets	44,181,624	43,133,813	1,708,768	199,740	231,255
Net Gain (Loss) on Investments	63,676,927	42,086,130	1,719,626	204,304	237,883
Increase (Decrease) in Net Assets from Operations	$ 53,476,741	$ 36,963,937	$ 1,364,872	$ 126,430	$ 113,923
Increase (Decrease) in Net Assets from Operations per Unit					
A-Class	$ 1.936	$ 1.268	$ 0.641	$ 0.302	$ 0.182
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.

Statements of Net Realized Gain (Loss) on Sale of Investments

Years Ended September 30

	Select Canadian Equity 2004	Select Canadian Equity 2003	CI Canadian Investment* 2004	Fidelity True North®* 2004	Fidelity Canadian Growth Company* 2004
Proceeds on Sale of Investments	$ 284,961,479	$ 11,946,742	$ 1,239,514	$ 394,319	$ 436,463
Average or Amortized Cost of Investments Sold					
Investments—Beginning of year	327,441,620	327,878,783	–	–	–
Investments purchased	224,447,703	12,557,262	40,607,263	6,874,953	10,100,845
Investments—End of year	286,423,147	327,441,620	39,378,607	6,485,198	9,671,010
	265,466,176	12,994,425	1,228,656	389,755	429,835
Net Realized Gain (Loss) on Sale of Investments	$ 19,495,303	$ (1,047,683)	$ 10,858	$ 4,564	$ 6,628

* Beginning of operations in January 2004

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

Statements of Operations

Years Ended September 30

	American Equity Value* 2004	American Equity Value RSP 2004	American Equity Value RSP 2003	Select American Equity 2004	Select American Equity 2003	CI Value Trust Sector* 2004
Investment Income						
Interest	$ 141,479	$ 3,284,420	$ 2,076,883	$ –	$ 1,897	$ 1,533
Dividends	2,813,905	156,468	1,140,075	–	–	–
Distributions received from underlying funds	–	–	–	–	–	–
Income (loss) from derivative financial instruments	–	12,693,073	2,274,361	–	–	–
	2,955,384	16,133,961	5,491,319	–	1,897	1,533
Expenses						
Management fees, net amount (Note 4)	3,731,684	1,542,179	3,808,651	2,268,750	1,388,821	122,403
Reports to unitholders	51,779	61,786	98,648	22,473	36,465	1,306
Filing fees	97,051	31,608	20,986	16,549	15,532	16,056
Custodian fees	18,252	23,990	23,040	21,526	24,616	5,270
Legal fees	2,967	3,540	2,708	1,288	1,001	75
Administrative fees	554,760	700,407	633,613	254,527	219,100	16,403
Audit fees	4,111	4,011	3,550	1,474	1,332	116
	4,460,604	2,367,521	4,591,196	2,586,587	1,686,867	161,629
Expenses paid by the Manager	–	(33,876)	(300,037)	(9,295)	(82,253)	(23,336)
	4,460,604	2,333,645	4,291,159	2,577,292	1,604,614	138,293
Net Investment Income (Loss)	(1,505,220)	13,800,316	1,200,160	(2,577,292)	(1,602,717)	(136,760)
Realized and Unrealized Gains (Losses) on Investments						
Net gain (loss) on sale of investments	1,808,875	(2,044,563)	(7,173,225)	(12,371,886)	(9,309,806)	3,467
Net exchange gain (loss) on foreign currencies and other net assets	–	–	–	–	–	–
Change in unrealized appreciation (depreciation) of investments and other net assets	(5,934,801)	(5,549,776)	8,841,581	17,525,965	14,570,063	(757,460)
Net Gain (Loss) on Investments	(4,125,926)	(7,594,339)	1,668,356	5,154,079	5,260,257	(753,993)
Increase (Decrease) in Net Assets from Operations	$ (5,631,146)	$ 6,205,977	$ 2,868,516	$ 2,576,787	$ 3,657,540	$ (890,753)
Increase (Decrease) in Net Assets from Operations per Unit						
A-Class	$ (0.246)	$ 0.236	$ 0.117	$ 0.201	$ 0.288	$ 1.267
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

Statements of Net Realized Gain (Loss) on Sale of Investments

Years Ended September 30

	American Equity Value* 2004	American Equity Value RSP 2004	American Equity Value RSP 2003	Select American Equity 2004	Select American Equity 2003	CI Value Trust Sector* 2004
Proceeds on Sale of Investments	$ 932,281,064	$ 1,144,535,516	$1,134,378,330	$ 35,861,374	$ 32,128,254	$ 369,616
Average or Amortized Cost of Investments Sold						
Investments—Beginning of year	–	208,131,418	200,934,174	107,108,652	116,610,514	–
Investments purchased	1,171,949,057	998,340,630	1,148,748,799	28,038,605	31,936,198	12,680,968
Investments—End of year	241,476,868	59,891,969	208,131,418	86,913,997	107,108,652	12,314,819
	930,472,189	1,146,580,079	1,141,551,555	48,233,260	41,438,060	366,149
Net Realized Gain (Loss) on Sale of Investments	$ 1,808,875	$ (2,044,563)	$ (7,173,225)	$ (12,371,886)	$ (9,309,806)	$ 3,467

* Beginning of operations in January 2004

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

Statements of Operations

Years Ended September 30

	CI Value Trust RSP* 2004	Fidelity Small Cap America* 2004	Fidelity Small Cap America RSP* 2004
Investment Income			
Interest	$ 7,726	$ 1,522	$ 4,838
Dividends	–	–	–
Distributions received from underlying funds	808,753	–	–
Income (loss) from derivative financial instruments	–	–	–
	816,479	1,522	4,838
Expenses			
Management fees, net amount (Note 4)	551,033	78,806	304,932
Reports to unitholders	5,924	962	3,711
Filing fees	29,521	14,590	22,589
Custodian fees	7,459	5,178	5,836
Legal fees	339	55	213
Administrative fees	68,956	12,257	43,972
Audit fees	524	84	327
	663,756	111,932	381,580
Expenses paid by the Manager	(20,595)	(18,764)	–
	643,161	93,168	381,580
Net Investment Income (Loss)	173,318	(91,646)	(376,742)
Realized and Unrealized Gains (Losses) on Investments			
Net gain (loss) on sale of investments	504,578	7,233	7,331
Net exchange gain (loss) on foreign currencies and other net assets	–	–	–
Change in unrealized appreciation (depreciation) of investments and other net assets	(4,701,730)	(474,021)	(1,949,840)
Net Gain (Loss) on Investments	(4,197,152)	(466,788)	(1,942,509)
Increase (Decrease) in Net Assets from Operations	$ (4,023,834)	$ (558,434)	$ (2,319,251)
Increase (Decrease) in Net Assets from Operations per Unit			
A-Class	$ (1.273)	$ (1.132)	$ (1.217)
T-Class	n.a.	n.a.	n.a.

Statements of Net Realized Gain (Loss) on Sale of Investments

Years Ended September 30

	2004	2004	2004
Proceeds on Sale of Investments	$ 881,981	$ 428,191	$ 437,258
Average or Amortized Cost of Investments Sold			
Investments—Beginning of year	–	–	–
Investments purchased	52,909,695	8,720,526	32,065,341
Investments—End of year	52,532,292	8,299,568	31,635,414
	377,403	420,958	429,927
Net Realized Gain (Loss) on Sale of Investments	$ 504,578	$ 7,233	$ 7,331

* Beginning of operations in January 2004

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

Statements of Operations

Years Ended September 30

	Global Equity Value 2004	Global Equity Value 2003	Global Equity Value RSP 2004	Global Equity Value RSP 2003	Overseas Equity Value 2004	Overseas Equity Value 2003	Overseas Equity Value RSP* 2004
Investment Income							
Interest	$ 104,180	$ 189,989	$ 2,506,317	$ 1,628,283	$ 102,026	$ 27,698	$ 558,980
Dividends	4,195,080	2,705,802	–	–	2,375,688	1,170,287	–
Distributions received from underlying funds	–	–	–	–	–	–	–
Income (loss) from derivative financial instruments	–	–	11,862,790	(5,848,659)	–	–	332,065
	4,299,260	2,895,791	14,369,107	(4,220,376)	2,477,714	1,197,985	891,045
Expenses							
Management fees, net amount (Note 4)	4,503,192	2,562,253	380,933	185,058	2,297,702	991,178	–
Reports to unitholders	53,897	52,945	29,737	28,977	21,240	20,342	8,874
Filing fees	40,262	39,272	21,693	25,487	46,787	12,765	38,445
Custodian fees	56,714	64,620	25,109	30,656	92,294	52,123	20,464
Legal fees	3,088	1,453	1,704	795	1,217	558	508
Administrative fees	658,515	342,218	436,512	183,371	301,301	126,550	103,087
Audit fees	3,970	2,286	1,932	1,357	1,648	735	788
	5,319,638	3,065,047	897,620	455,701	2,762,189	1,204,251	172,166
Expenses paid by the Manager	(79,942)	(119,653)	–	(61,374)	(89,887)	(51,479)	(68,626)
	5,239,696	2,945,394	897,620	394,327	2,672,302	1,152,772	103,540
Net Investment Income (Loss)	(940,436)	(49,603)	13,471,487	(4,614,703)	(194,588)	45,213	787,505
Realized and Unrealized Gains (Losses) on Investments							
Net gain (loss) on sale of investments	697,978	(2,530,935)	157,954	(1,177,482)	1,664,671	(2,093,914)	(877)
Net exchange gain (loss) on foreign currencies and other net assets	–	–	–	–	–	–	–
Change in unrealized appreciation (depreciation) of investments and other net assets	13,120,418	12,695,316	(7,127,928)	11,090,671	5,372,068	5,120,786	(2,267,126)
Net Gain (Loss) on Investments	13,818,396	10,164,381	(6,969,974)	9,913,189	7,036,739	3,026,872	(2,268,003)
Increase (Decrease) in Net Assets from Operations	$ 12,877,960	$ 10,114,778	$ 6,501,513	$ 5,298,486	$ 6,842,151	$ 3,072,085	(1,480,498)
Increase (Decrease) in Net Assets from Operations per Unit							
A-Class	$ 1.873	$ 2.280	$ 0.391	$ 0.586	$ 0.665	$ 0.568	$ (0.323)
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

Statements of Net Realized Gain (Loss) on Sale of Investments

Years Ended September 30

	Global Equity Value 2004	Global Equity Value 2003	Global Equity Value RSP 2004	Global Equity Value RSP 2003	Overseas Equity Value 2004	Overseas Equity Value 2003	Overseas Equity Value RSP* 2004
Proceeds on Sale of Investments	$ 424,705,757	$ 99,837,548	$ 3,774,548	$ 5,907,450	$ 298,610,452	$ 28,394,204	$ 883,275
Average or Amortized Cost of Investments Sold							
Investments—Beginning of year	160,501,605	120,143,620	20,367,082	17,054,103	47,210,019	50,190,941	–
Investments purchased	473,998,123	142,726,468	20,330,976	10,397,911	396,252,214	27,507,196	20,443,125
Investments—End of year	210,491,949	160,501,605	37,081,464	20,367,082	146,516,452	47,210,019	19,558,973
	424,007,779	102,368,483	3,616,594	7,084,932	296,945,781	30,488,118	884,152
Net Realized Gain (Loss) on Sale of Investments	$ 697,978	$ (2,530,935)	$ 157,954	$ (1,177,482)	$ 1,664,671	$ (2,093,914)	$ (877)

* Beginning of operations in January 2004

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

Statements of Operations

Years Ended September 30

	Select Global Equity 2004	Select Global Equity 2003	Fidelity International Portfolio* 2004	Fidelity International Portfolio RSP* 2004
Investment Income				
Interest	$ 12,477	$ 1,064	$ 812	$ 1,463
Dividends	–	–	–	–
Distributions received from underlying funds	62,839	–	–	–
Income (loss) from derivative financial instruments	–	–	–	–
	75,316	1,064	812	1,463
Expenses				
Management fees, net amount (Note 4)	5,501,324	3,738,754	72,514	106,346
Reports to unitholders	53,001	83,395	887	1,303
Filing fees	18,688	18,609	14,307	15,388
Custodian fees	30,231	33,967	5,156	5,271
Legal fees	3,037	2,289	51	75
Administrative fees	594,686	501,113	11,296	16,005
Audit fees	3,502	2,999	77	114
	6,204,469	4,381,126	104,288	144,502
Expenses paid by the Manager	–	(30,794)	(18,897)	(11,818)
	6,204,469	4,350,332	85,391	132,684
Net Investment Income (Loss)	(6,129,153)	(4,349,268)	(84,579)	(131,221)
Realized and Unrealized Gains (Losses) on Investments				
Net gain (loss) on sale of investments	(1,533,025)	(13,989,416)	4,834	6,111
Net exchange gain (loss) on foreign currencies and other net assets	–	–	–	–
Change in unrealized appreciation (depreciation) of investments and other net assets	22,416,571	32,267,715	(299,375)	(458,625)
Net Gain (Loss) on Investments	20,883,546	18,278,299	(294,541)	(452,514)
Increase (Decrease) in Net Assets from Operations	$ 14,754,393	$ 13,929,031	$ (379,120)	$ (583,735)
Increase (Decrease) in Net Assets from Operations per Unit				
A-Class	$ 0.704	$ 0.645	$ (0.834)	$ (0.878)
T-Class	n.a.	n.a.	n.a.	n.a.

Statements of Net Realized Gain (Loss) on Sale of Investments

Years Ended September 30

	Select Global Equity 2004	Select Global Equity 2003	Fidelity International Portfolio* 2004	Fidelity International Portfolio RSP* 2004
Proceeds on Sale of Investments	$ 29,765,400	$ 54,284,795	$ 351,520	$ 505,367
Average or Amortized Cost of Investments Sold				
Investments—Beginning of year	232,178,832	247,985,343	–	–
Investments purchased	3,367,432	52,467,700	8,007,133	11,491,642
Investments—End of year	204,247,839	232,178,832	7,660,447	10,992,386
	31,298,425	68,274,211	346,686	499,256
Net Realized Gain (Loss) on Sale of Investments	$ (1,533,025)	$ (13,989,416)	$ 4,834	$ 6,111

* Beginning of operations in January 2004

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

Statements of Operations

Years Ended September 30

	Environment 2004	Environment 2003	Ethical Canadian Balanced 2004	Ethical Canadian Balanced 2003	Alternative Investments* 2004	Global Science and Technology 2004	Global Science and Technology 2003
Investment Income							
Interest	$ 49,365	$ 43,965	$ 31,359	$ 351	$ 1,440,616	$ 1,872	$ 40,593
Dividends	1,562,047	1,634,770	–	–	88,714	213,027	432,825
Distributions received from underlying funds	–	–	187,987	107,947	–	–	–
Income (loss) from derivative financial instruments	–	–	–	–	–	–	–
	1,611,412	1,678,735	219,346	108,298	1,529,330	214,899	473,418
Expenses							
Management fees, net amount (Note 4)	1,983,923	1,864,663	189,327	91,665	719,101	833,575	760,688
Reports to unitholders	31,125	42,470	2,367	2,299	8,616	7,985	14,042
Filing fees	8,222	12,860	13,037	14,214	38,793	13,764	13,391
Custodian fees	8,633	10,020	14,998	16,495	3,888	13,659	8,800
Legal fees	1,784	1,166	136	63	494	457	385
Administrative fees	291,743	262,847	91,247	46,678	116,895	129,611	138,719
Audit fees	1,655	1,530	173	87	765	565	557
	2,327,085	2,195,556	311,285	171,501	888,552	999,616	936,582
Expenses paid by the Manager	(102,126)	(110,057)	(10,458)	(24,599)	(14,876)	–	(43,663)
	2,224,959	2,085,499	300,827	146,902	873,676	999,616	892,919
Net Investment Income (Loss)	(613,547)	(406,764)	(81,481)	(38,604)	655,654	(784,717)	(419,501)
Realized and Unrealized Gains (Losses) on Investments							
Net gain (loss) on sale of investments	15,939,370	(3,069,244)	186,057	(16,317)	(184,806)	(1,799,734)	(3,877,237)
Net exchange gain (loss) on foreign currencies and other net assets	–	–	–	–	–	–	–
Change in unrealized appreciation (depreciation) of investments and other net assets	(1,138,047)	18,548,699	236,437	381,482	3,072,551	2,328,754	6,700,228
Net Gain (Loss) on Investments	14,801,323	15,479,455	422,494	365,165	2,887,745	529,020	2,822,991
Increase (Decrease) in Net Assets from Operations	$ 14,187,776	$ 15,072,691	$ 341,013	$ 326,561	$ 3,543,399	$ (255,697)	$ 2,403,490
Increase (Decrease) in Net Assets from Operations per Unit							
A-Class	$ 2.829	$ 2.657	$ 0.343	$ 0.605	$ 0.801	$ (0.045)	$ 0.427
T-Class	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

Statements of Net Realized Gain (Loss) on Sale of Investments

Years Ended September 30

	Environment 2004	Environment 2003	Ethical Canadian Balanced 2004	Ethical Canadian Balanced 2003	Alternative Investments* 2004	Global Science and Technology 2004	Global Science and Technology 2003
Proceeds on Sale of Investments	$ 111,593,178	$ 71,995,948	$ 2,949,446	$ 464,300	$ 79,077,626	$ 67,051,641	$ 25,481,069
Average or Amortized Cost of Investments Sold							
Investments—Beginning of year	73,504,930	84,585,000	5,282,030	5,273,177	–	33,523,948	35,538,567
Investments purchased	93,738,983	63,985,122	8,293,089	489,470	154,561,582	62,973,275	27,343,687
Investments—End of year	71,590,105	73,504,930	10,811,730	5,282,030	75,299,150	27,645,848	33,523,948
	95,653,808	75,065,192	2,763,389	480,617	79,262,432	68,851,375	29,358,306
Net Realized Gain (Loss) on Sale of Investments	$ 15,939,370	$ (3,069,244)	$ 186,057	$ (16,317)	$ (184,806)	$ (1,799,734)	$ (3,877,237)

* Beginning of operations in January 2004

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

1. Establishment of the Funds

a) Dates of Establishment

The Desjardins Funds are unincorporated mutual fund trusts, established on the following dates:

Desjardins Funds	
Money Market	December 15, 1988
Short-Term Income	June 15, 1965
Canadian Bond	November 12, 1959
Enhanced Bond *	January 5, 2004
Canadian Balanced	August 20, 1986
Québec Balanced	June 1, 1997
Diversified Secure	November 4, 1994
Diversified Moderate	November 4, 1994
Diversified Audacious	November 4, 1994
Diversified Ambitious	November 1, 1996
Select Canadian Balanced	January 1, 1999
Dividend	October 15, 1993
Canadian Equity Value	December 5, 2002
Canadian Equity	October 30, 1956
Canadian Small Cap Equity	October 15, 1993
Select Canadian Equity	January 1, 1999
CI Canadian Investment *	January 5, 2004
Fidelity True North® *	January 5, 2004
Fidelity Canadian Growth *	January 5, 2004
American Equity Value *	January 5, 2004
American Equity Value RSP	January 1, 1996
Select American Equity	January 1, 1999
CI Value Trust Sector *	January 5, 2004
CI Value Trust RSP *	January 5, 2004
Fidelity Small Cap America *	January 5, 2004
Fidelity Small Cap America RSP *	January 5, 2004
Global Equity Value	November 12, 1959
Global Equity Value RSP	January 4, 2001
Overseas Equity Value	September 1, 1998
Overseas Equity Value RSP *	January 5, 2004
Select Global Equity	January 1, 1999
Fidelity International Portfolio *	January 5, 2004
Fidelity International Portfolio RSP *	January 5, 2004
Environment	September 10, 1990
Ethical Canadian Balanced	December 10, 1999
Alternative Investments *	January 5, 2004
Global Science and Technology	January 4, 2001

The 37 mutual fund trusts are collectively referred to as the "Funds."

Thirteen new Funds were established on January 5, 2004 (identified by an asterisk in the above table), at which point the initial asset value of A-Class units stood at $10.00 per unit. The Canadian Equity Value Fund was established on December 5, 2002, at which point the initial net asset value of A-Class units stood at $10.00 per unit.

Since December 20, 2002, a new class of units of Desjardins Québec Balanced and Dividend Funds, T-Class units, has been offered to the public.

A-Class units are intended for all investors. T-Class units, designed for investors seeking additional income on a fixed and monthly basis, are not meant to be held as part of tax deferral plans and require an initial subscription of $10,000.

b) Fund Mergers

As at the close of business on January 9, 2004, and pursuant to obtaining the approval of the unitholders and the regulatory authorities, the mergers of the terminated funds and the continuing funds was carried out as follows:

The acquisition method was used to account for the fund mergers and, for each fund merger in the table below, the continuing fund was named as the purchaser for accounting purposes. The financial statements for each continuing fund include the operating results of the corresponding terminated fund as of the date of the fund mergers. No charges related to the fund mergers have been attributed to either the funds or the unitholders.

Under these fund mergers, each terminated fund sold its assets, at their fair value, to the continuing fund in exchange for units. Subsequently, unitholders in the terminated funds exchanged theirs units for units in the continuing funds. The continuing funds did not assume the terminated funds' liabilities as they had retained sufficient assets to carry out their liabilities as at the date of the fund mergers.

All the unrealized gains and unrealized losses of the terminated funds' investment portfolio were realized on January 9, 2004.

Terminated Funds	Continuing Funds	New Name of Continuing Funds **	Net Assets Acquired $	Number of Units Issued
Select Cartier	Select Balanced	Select Canadian Balanced	111,318,026	10,750,171
High Potential Sectors	Equity	Canadian Equity	150,746,338	5,455,696
Worldwide Balanced	International RSP	Global Equity Value RSP	49,872,680	5,928,049
Asia/Pacific	Europe	Overseas Equity Value	11,173,333	1,236,946
Ethical Income and Ethical North American	Ethical Balanced	Ethical Canadian Balanced	6,339,049	647,436

** This change has not been approved by the unitholders.

c) Change of Name and Investment Objective

As at the close of business on January 9, 2004, and pursuant to the approval of the unitholders, the names and invesment objectives of the following Desjardins Funds were changed:

Former Name	New Name
Mortgage	Short-Term Income
American Market	American Equity Value RSP

The Desjardins Short-Term Income Fund has modified its investment policy in order to reflect the new structure of the product. From now on, mortgages represent less than 50% of the Fund.

The American Equity Value RSP Fund is intended to replicate as closely as possible the return of the Desjardins American Equity Value Fund by using derivative instruments that attempt to track its return while remaining 100% eligible for all registered plans.

d) Name Change

As at the close of business on January 9, 2004, the names of the Desjardins Funds below were changed as follows:

Former Name	New Name
Bond	Canadian Bond
Balanced	Canadian Balanced
Québec	Québec Balanced
Growth	Canadian Small Cap Equity
Select Canadian	Select Canadian Equity
Select American	Select American Equity
International	Global Equity Value
Select Global	Select Global Equity

2. Significant Accounting Policies

These financial statements, prepared in accordance with Canadian generally accepted accounting principles, require management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements as well as income and expenses during the reporting years. Actual results could differ from these estimates. The significant accounting policies followed by the Funds are summarized below.

Valuation of Investments

Investments are recorded at market value, which is determined as follows:

- Money market securities are recorded at cost, which, together with the accrued interest, approximates market value.
- Equity securities are recorded at the closing sale price of the accredited stock exchange on which the corresponding security is principally traded or, in the absence of recorded sales, at the average of available bid and asked prices on such exchanges or over-the-counter.
- Bonds are valued based on prices obtained from recognized securities dealers; for the Desjardins Money Market Fund, bonds are presented at amortized cost, which corresponds approximately to the market value.
- Mortgages are valued according to the present value of cash flows at interest rates for mortgages that are similar in nature and duration.
- Buildings acquired by mortgage foreclosure are valued according to the estimated realizable value, measured by the present value of future expected cash flows at the effective interest rates inherent in the loans.
- In respect of any unlisted securities, or securities for which a last sale price or last bid and ask prices are unavailable, such securities will be valued at their fair value as determined by Desjardins Trust on the basis of the latest reported information available.

Cost is determined on an average cost basis. The difference between the market value and the acquisition cost of investments is shown as unrealized appreciation (depreciation) of investments and other net assets.

Other Assets and Liabilities

Other assets and liabilities recorded at cost are current assets and liabilities. As a result, their carrying amount approximates their fair market value.

Investment Transactions and Income

Investment transactions are accounted for on the trade date. Income is accounted for on an accrual basis. Interest income is recorded as it is earned and dividend income is recorded on the ex-dividend date. Realized gains and losses on these investment transactions are calculated on an average cost basis.

Foreign Currency Translation

The market value of investments as well as assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the noon rate of exchange on each valuation date. Purchases and sales of securities as well as income and expenses denominated in foreign currencies are translated into Canadian dollars at the rate in effect at the transaction date.

Realized exchange gains and losses on sale of investments are included in the net realized gain (loss) on sale of investments. Realized foreign exchange gains and losses on assets (except investments), liabilities and investment income are included in net exchange gain (loss) on foreign currencies and other net assets. Unrealized foreign exchange gains and losses are included in change in unrealized appreciation (depreciation) of investments and other net assets.

Increase (Decrease) in Net Assets from Operations per Unit

Increase (decrease) in net assets from operations per unit in the Statement of Operations represents the increase (decrease) in net assets from operations by class, divided by the average number of units outstanding per class during the year.

Foreign Currency Forward Contracts and Stock or Bond Index Futures Contracts

Certain Funds use foreign currency forward contracts and stock or bond index futures contracts either to hedge exchange risk relating to assets and liabilities on the statements of net assets or to invest in international markets. The market value of these contracts corresponds to the gains or losses that would result from the contract close-out on the valuation date. This value is included in the unrealized appreciation (depreciation) of investments and other net assets.

Gains and losses realized when foreign currency forward contracts are closed out are included in the net realized gain (loss) on sale of investments, while gains and losses realized when stock or bond index futures contracts are close out are included in income (loss) from derivative financial instruments.

As at September 30, 2004, State Street Global Markets Group LLC is the counterpart in foreign currency forward contracts and Goldman Sachs & Co. is the counterpart in stock or bond index futures contracts. These counterparts have a rating of “A-1+” and “A-1” respectively from Standard & Poor’s.

Forward Contracts

The Desjardins American Equity Value RSP, Global Equity Value RSP and Overseas Equity Value RSP Funds may enter into forward contracts with Caisse centrale Desjardins. The value of these contracts is based on the changes in the daily net asset value per unit of the underlying Desjardins Fund, or the Desjardins American Equity Value, Global Equity Value and Overseas Equity Value Funds, respectively.

The Desjardins American Equity Value RSP, Global Equity Value RSP and Overseas Equity Value RSP Funds receive or pay an amount based on the increase or decrease in the net asset value per unit of the underlying fund when the forward contract matures. This amount is received or paid through Caisse centrale Desjardins. The amount received or paid upon maturity of the contract is recorded in income (loss) from derivative financial instruments. The difference between the nominal value and the daily market value of the contract is included in the unrealized appreciation (depreciation) of investments and other net assets. The term deposit held by the Fund with the Caisse centrale Desjardins is recorded in cash (bank overdraft) on the statements of net assets.

As at September 30, 2004, Standard & Poor’s rating for Caisse centrale Desjardins short-term deposits stood at “A-1+”.

Recent Accounting Change

The Canadian Institute of Chartered Accountants (“CICA”) issued Section 1100, “Generally Accepted Accounting Principles” (“GAAP”) of the CICA Handbook—Accounting. This section establishes standards pertaining to financial reporting. Section 1100 applies to all entities, with the exception of rate regulated operations, for fiscal years beginning on or after October 1, 2003.

As a result, certain disclosures previously considered GAAP by virtue of general use in the investment funds industry are no longer acceptable principles. The recommendations of this section primarily impact the disclosure of an investment fund’s financial statements and, accordingly, have no impact on the valuation of a fund or in the calculation of the net asset value per unit.

3. Units and Distributions

Valuation of Units

On each business day and for each unit class in each Fund, the Manager calculates the net asset value per unit by dividing the net assets at market value by the number of units outstanding.

Net assets of each class of units in a Fund correspond to the proportion of the assets of the Fund attributable to this class, net of the proportion of the Fund’s total liabilities attributable to this class and the specific liabilities of the class. Expenses directly related to a class are applied against this class. Other income and expenses are applied against each class in proportion to their respective net asset values.

Summary of Unit Transactions

Changes in the number of units outstanding are as follows:

Desjardins Funds		Number of Units, Beginning of Year	Units Issued*	Reinvested Units	Redeemed Units	Number of Units, End of Year
A-Class						
Money Market	2004	59,724,977	50,936,303	842,283	49,449,889	62,053,674
	2003	60,524,218	44,762,337	1,137,388	46,698,966	59,724,977
Short-Term Income	2004	80,046,889	96,922,131	3,426,982	30,227,845	150,168,157
	2003	53,803,088	37,454,420	2,089,237	13,299,856	80,046,889
Canadian Bond	2004	48,021,435	41,201,446	2,331,800	12,895,053	78,659,628
	2003	37,781,157	15,765,867	1,672,687	7,198,276	48,021,435
Enhanced Bond	2004	-	16,808,516	265,457	363,676	16,710,297
	2003	-	-	-	-	-
Canadian Balanced	2004	26,996,297	1,402,953	253,294	6,341,030	22,311,514
	2003	30,234,786	1,288,261	417,054	4,943,804	26,996,297
Québec Balanced	2004	19,257,871	3,339,867	156,000	3,827,731	18,926,007
	2003	18,277,728	3,038,247	221,488	2,279,592	19,257,871
Diversified Secure	2004	9,792,411	833,238	138,273	3,855,238	6,908,684
	2003	11,549,475	827,358	226,654	2,811,076	9,792,411
Diversified Moderate	2004	24,520,668	1,262,062	497,954	9,144,798	17,135,886
	2003	27,727,329	1,376,278	723,341	5,306,280	24,520,668
Diversified Audacious	2004	12,609,539	609,970	118,613	4,348,468	8,989,654
	2003	14,120,697	671,808	209,151	2,392,117	12,609,539
Diversified Ambitious	2004	4,417,950	274,099	6,506	1,455,166	3,243,389
	2003	4,851,695	308,814	18,286	760,845	4,417,950
Select Canadian Balanced	2004	18,717,242	13,491,626	-	6,707,268	25,501,600
	2003	20,161,712	1,494,542	-	2,939,012	18,717,242
Dividend	2004	26,881,149	8,512,486	291,343	4,689,847	30,995,131
	2003	27,267,944	2,817,555	385,450	3,589,800	26,881,149
Canadian Equity Value	2004	2,448,314	8,161,640	-	1,534,734	9,075,220
	2003	-	2,489,487	-	41,173	2,448,314
Canadian Equity	2004	5,151,516	8,210,115	-	2,376,961	10,984,670
	2003	5,366,654	492,252	-	707,390	5,151,516
Canadian Small Cap Equity	2004	13,850,588	3,018,925	-	2,972,042	13,897,471
	2003	13,977,384	1,505,272	-	1,632,068	13,850,588
Select Canadian Equity	2004	29,227,285	2,392,990	-	6,197,180	25,423,095
	2003	28,884,047	3,270,003	-	2,926,765	29,227,285
CI Canadian Investment	2004	-	3,961,227	-	119,010	3,842,217
	2003	-	-	-	-	-
Fidelity True North®	2004	-	674,874	-	37,491	637,383
	2003	-	-	-	-	-
Fidelity Canadian Growth	2004	-	1,013,295	-	63,810	949,485
	2003	-	-	-	-	-
American Equity Value	2004	-	24,964,386	-	960,763	24,003,623
	2003	-	-	-	-	-
American Equity Value RSP	2004	25,279,925	6,921,033	-	5,115,173	27,085,785
	2003	24,196,101	3,528,222	-	2,444,398	25,279,925
Select American Equity	2004	12,967,615	2,071,404	-	2,930,395	12,108,624
	2003	12,668,087	2,125,308	-	1,825,780	12,967,615
CI Value Trust Sector	2004	-	1,346,347	-	102,196	1,244,151
	2003	-	-	-	-	-
CI Value Trust RSP	2004	-	5,289,616	-	100,088	5,189,528
	2003	-	-	-	-	-
Fidelity Small Cap America	2004	-	889,419	-	78,147	811,272
	2003	-	-	-	-	-
Fidelity Small Cap America RSP	2004	-	3,145,330	-	73,297	3,072,033
	2003	-	-	-	-	-
Global Equity Value	2004	5,335,098	3,073,586	-	1,269,679	7,139,005
	2003	3,725,799	2,811,830	-	1,202,531	5,335,098
Global Equity Value RSP	2004	11,509,550	9,647,787	-	3,404,453	17,752,884
	2003	7,040,226	5,014,151	-	544,827	11,509,550
Overseas Equity Value	2004	5,450,438	12,096,008	1,796	1,840,600	15,707,642
	2003	5,423,862	706,662	-	680,086	5,450,438
Overseas Equity Value RSP	2004	-	7,683,007	-	166,185	7,516,822
	2003	-	-	-	-	-
Select Global Equity	2004	21,837,066	2,299,763	-	4,591,373	19,545,456
	2003	21,502,549	2,616,104	-	2,281,587	21,837,066
Fidelity International Portfolio	2004	-	818,104	-	57,407	760,697
	2003	-	-	-	-	-

Desjardins Funds		Number of Units, Beginning of Year	Units Issued*	Reinvested Units	Redeemed Units	Number of Units, End of Year
Fidelity International Portfolio RSP	2004	-	1,129,295	-	48,845	1,080,450
	2003	-	-	-	-	-
Environment	2004	5,441,960	266,732	-	1,160,945	4,547,747
	2003	5,945,333	249,317	-	752,690	5,441,960
Ethical Canadian Balanced	2004	544,752	858,243	-	286,703	1,116,292
	2003	535,265	86,182	-	76,695	544,752
Alternative Investments	2004	-	7,697,505	91,949	563,689	7,225,765
	2003	-	-	-	-	-
Global Science and Technology	2004	5,872,648	818,068	-	1,360,406	5,330,310
	2003	5,436,694	1,035,798	-	599,844	5,872,648
T-Class						
Québec Balanced	2004	777,262	2,026,659	-	184,699	2,619,222
	2003	-	823,654	-	46,392	777,262
Dividend	2004	1,639,178	11,015,997	-	665,345	11,989,830
	2003	-	1,713,259	-	74,081	1,639,178

* Including units issued pursuant to the fund mergers (see Note 1b)

Distributions

Net investment income of the Funds is distributed in cash or reinvested in additional units, as follows:

Income Distribution	Desjardins Funds
Monthly	Money Market
	Short-Term Income
	Canadian Bond
	Enhanced Bond
	Québec Balanced—T-Class Units *
	Diversified Secure
	Diversified Moderate
	Dividend—T-Class Units *
Quarterly	Canadian Balanced
	Québec Balanced—A-Class Units
	Diversified Audacious
	Diversified Ambitious
	Select Canadian Balanced
	Alternative Investments
	Dividend—A-Class Units
	Fidelity True North®
	Ethical Canadian Balanced
Annually	Canadian Equity Value
	Canadian Equity
	Canadian Small Cap Equity
	Select Canadian Equity
	CI Canadian Investment
	Fidelity Canadian Growth
	American Equity Value
	American Equity Value RSP
	Select American Equity
	CI Value Trust Sector
	CI Value Trust RSP
	Fidelity Small Cap America
	Fidelity Small Cap America RSP
	Global Equity Value
	Global Equity Value RSP
	Overseas Equity Value
	Overseas Equity Value RSP
	Select Global Equity
	Fidelity International Portfolio
	Fidelity International Portfolio RSP
	Environment
	Global Science and Technology

For the Desjardins Money Market Fund, net investment income is allocated to unitholders on a daily basis.

Any net capital gains realized are distributed annually in December by each of the Funds involved.

* Return of capital, if any, is made in monthly cash distributions by each of the Funds involved.

4. Management Fees and Other Expenses

For each Fund, Desjardins Trust, as Trustee, receives weekly management fees calculated on the net asset value of each unit class on each valuation date, as follows:

Desjardins Funds	Annual Rate (%)
Money Market	1.00
Short-Term Income	1.50
Canadian Bond	1.50
Enhanced Bond	1.60
Canadian Balanced	1.80
Québec Balanced (A- and T-Class Units)	1.80
Diversified Secure	1.55
Diversified Moderate	1.65
Diversified Audacious	1.75
Diversified Ambitious	1.75
Select Canadian Balanced	2.61
Dividend (A- and T-Class Units)	1.80
Canadian Equity Value	2.00
Canadian Equity	1.80
Canadian Small Cap Equity	1.80
Select Canadian Equity	2.56
CI Canadian Investment	1.95
Fidelity True North®	2.00
Fidelity Canadian Growth	2.00
American Equity Value	2.00
American Equity Value RSP	2.25
Select American Equity	2.61
CI Value Trust Sector	2.25
CI Value Trust RSP	2.25
Fidelity Small Cap America	2.00
Fidelity Small Cap America RSP	2.00
Global Equity Value	2.00
Global Equity Value RSP	2.25
Overseas Equity Value	2.25
Overseas Equity Value RSP	2.25
Select Global Equity	2.67
Fidelity International Portfolio	2.00
Fidelity International Portfolo RSP	2.00
Environment	2.00
Ethical Canadian Balanced	1.80
Alternative Investments	2.00
Global Science and Technology	2.50

The GST applicable to management fees is not included in the above rates. To avoid duplication of fees, the Desjardins Canadian Balanced, Diversified Audacious and Diversified Ambitious Funds do not pay fees for their investments in the Desjardins Global Equity Value RSP Fund, and the management fees payable by the Desjardins Global Equity Value RSP Fund amount to 0.25%. In addition, the Desjardins American Equity Value RSP, Global Equity Value RSP and Overseas Equity Value RSP Funds must pay the interest charges, under the terms of the forward contracts, included in the exchange of payments made in accordance with the provisions of such contracts.

The managers of the underlying funds of the Desjardins Select, CI and Fidelity Funds are required to reimburse the management fees and operating expenses attributable to investments made by these Funds. Management fees shown in the statements of operations for these Funds include the reductions granted by the managers of the underlying funds.

The Desjardins Ethical Canadian Balanced Fund invest in D-Class units of investment funds of the Ethical Funds® family, which are not subject to management fees. The Desjardins Ethical Canadian Balanced Fund must pay the manager of the underlying funds only the expenses directly attributable to investments made in these units. Consequently, there is no duplication of management fees and expenses as a result of an investment being made in the Desjardins Select, Ethical, CI and Fidelity Funds rather than directly in an underlying fund.

Each Fund assumes its own operating charges, which include, among other things, brokerage, custody, filing and administration costs, as well as legal and audit fees.

The Manager is authorized to charge operating expenses to the Funds, subject, however, to a management expense ratio cap. For each Fund, the management expense ratio cap (MER cap) for each unit class is as follows:

Desjardins Funds	MER Cap (%)
Money Market	1.15
Short-Term Income	1.87
Canadian Bond	1.88
Enhanced Bond	2.00
Canadian Balanced	2.19
Québec Balanced (A and T-Class Units)	2.20
Diversified Secure	1.95
Diversified Moderate	2.04
Diversified Audacious	2.16
Diversified Ambitious	2.22
Select Canadian Balanced	3.14
Dividend (A and T-Class Units)	2.19
Canadian Equity Value	2.60
Canadian Equity	2.19
Canadian Small Cap Equity	2.19
Select Canadian Equity	3.11
CI Canadian Investment	2.53
Fidelity True North®	2.52
Fidelity Canadian Growth	2.65
American Equity Value	2.60
American Equity Value RSP	2.90
Select American Equity	3.19
CI Value Trust Sector	2.76
CI Value Trust RSP	2.86
Fidelity Small Cap America	2.53
Fidelity Small Cap America RSP	2.68
Global Equity Value	2.49
Global Equity Value RSP	3.18
Overseas Equity Value	2.80
Overseas Equity Value RSP	3.10
Select Global Equity	3.25
Fidelity International Portfolio	2.52
Fidelity International Portfolo RSP	2.67
Environment	2.40
Ethical Canadian Balanced	3.25
Alternative Investments	2.60
Global Science and Technology	3.29

5. Commissions to Brokers

Total brokerage commissions paid during the years on Desjardins Funds portfolio transactions and amounts paid to Desjardins Securities Inc. (DSI), an affiliated company, are as follows:

	Total Brokerage Commissions		Amounts Paid to DSI	
Desjardins Fund	2004	2003	2004	2003
Canadian Balanced	$ 775,141	$ 489,853	$16,458	$ 4,865
Québec Balanced	329,961	45,300	18,898	4,954
Diversified Secure	40,256	35,417	754	214
Diversified Moderate	229,479	152,818	3,878	698
Diversified Audacious	211,482	118,947	4,153	991
Diversified Ambitious	102,133	45,360	2,212	547
Dividend	636,314	400,884	27,509	24,425
Canadian Equity Value	158,512	39,335	—	—
Canadian Equity	1,322,563	179,088	33,930	2,982
Canadian Small Cap Equity	654,117	641,059	32,661	19,818
American Equity Value	193,293	—	—	—
American Equity Value RSP	52,000	166,890	—	—
Global Equity Value	235,279	176,687	—	—
Overseas Equity Value	162,963	47,460	—	—
Environment	228,265	205,758	3,900	2,538
Alternative Investments	244,119	—	2,470	—
Global Science and Technology	147,113	70,198	—	235

No other form of compensation was paid to brokers.

6. Income Tax and Capital Gains Tax

Under the Income Tax Act (Canada) and the Taxation Act (Québec), each Fund is defined as a mutual fund trust and is taxed on income and net capital gains not distributed to unitholders. It is the intention of the Funds to pay to unitholders all of their investment income and sufficient net realized capital gains so that the Funds will not be subject to income taxes. With regard to T-Class units, the Desjardins Québec and Dividend Funds make monthly distributions that are considered to be a return of capital or net investment income.

Capital losses can be carried forward indefinitely and used to reduce future capital gains. Non-capital losses can be carried forward seven years and used to reduce future investment income and capital gains. For each Fund concerned, the seven-year anniversary falls in the years indicated on the opposite page.

Capital and non-capital losses determined for tax purposes as at December 15, 2003, are as follows:

	Capital Losses	Non-Capital Losses	
Desjardins Funds	Amount	Amount	Anniversary
Short-Term Income	$ 5,560,707	$ —	—
Canadian Bond	5,539,055	—	—
Canadian Balanced	23,963,130	—	—
Québec Balanced	15,935,257	—	—
Diversified Secure	2,342,246	—	—
Diversified Moderate	12,896,818	—	—
Diversified Audacious	10,401,167	—	—
Diversified Ambitious	3,704,864	—	—
Select Canadian Balanced	10,840,351	222,135	2010
		538,686	2009
Dividend	7,566,162	—	—
Canadian Equity	29,470,218	365,473	2008
Canadian Small Cap Equity	32,515,015	3,481,997	2009
		2,098,759	2008
Select Canadian Equity	—	5,752,787	2010
		1,061,164	2009
American Equity Value RSP	22,857,707	8,888,409	2010
		42,303,298	2009
		31,575,525	2008
		3,386,671	2007
Select American Equity	9,541,677	1,995,671	2010
		427,826	2009
		373,587	2008
Global Equity Value	7,315,677	244,777	2010
		14,981	2009
		64,248	2008
Global Equity Value RSP	499,118	6,859,176	2009
Overseas Equity Value	6,174,496	—	—
Select Global Value	13,809,798	5,253,830	2010
		1,226,588	2009
Environment	6,608,799	86,465	2009
Ethical Canadian Balanced	24,970	45,717	2010
		17,593	2009
		33,290	2008
Global Science and Technology	10,108,751	587,267	2010
		511,713	2009
		436,266	2008

7. Mortgages

Mortgages purchased and sold by the Desjardins Short-Term Income Fund are negotiated with Desjardins Trust, the Funds' Trustee, for a principal amount that produces a yield equal to the interest rate at which Desjardins Trust makes comparable mortgage commitments at the time of the transaction. No additional fees are charged for these transactions.

8. Comparative Data

Certain prior-year comparative data have been reclassified to conform with the current year's presentation.

9. Subsequent Events

Special unitholders meetings were held on November 5, 2004, and the following mergers have been approved:

- Desjardins Diversified Secure Fund with Desjardins Short-Term Income Fund
- Desjardins Diversified Moderate Fund, Desjardins Diversified Audacious Fund and Desjardins Diversified Ambitious Fund with Desjardins Canadian Balanced Fund

Details of the proposed mergers, which are expected to take effect on or around November 12, 2004, are disclosed in the Management Information Circular dated October 8, 2004.

10. Additional Information

A copy of the Statement of Portfolio Transactions for the Desjardins Funds for the year ended September 30, 2004, may be obtained without charge by writing to:

Desjardins Trust
1 Complexe Desjardins
P.O. Box 34
Desjardins Station
Montréal, Québec
H5B 1E4

Also, unitholders of the Desjardins Select, Ethical, CI and Fidelity Funds can obtain, without charge, the Annual Information Form and Simplified Prospectus as well as the annual, and, if applicable, the interim financial statements for each of the underlying funds by writing to Desjardins Trust at the above address.

These documents may also be consulted at the following Internet addresses: www.sedar.com and www.desjardins.com.

Additional Information on the Financial Highlights

The financial highlights appear on the introductory page of each Fund of this Annual Report.

For each unit class in each Fund:

- Net asset value is calculated based on the number of units outstanding at the end of the year.
- Net investment income (loss) is calculated based on the average number of units outstanding during the year. The amount of the distributions paid to unitholders on investment income, capital gains and return of capital is based on the number of units outstanding on the closing date related to each distribution.
- Average net assets represent the average of the net asset value determined on each valuation day during the year.
- Management expense ratio ("MER") represents the total fees expressed as an annualized percentage of the average net asset value. On February 1, 2000, the securities regulatory bodies modified the method of calculating the management expense ratios. For calculation purposes, the GST is included as expenses. The MER for comparable prior years have been restated accordingly.
- Management expense ratio before waived fees represents what the ratio would have been if the Fund manager had not absorbed a portion of the expenses.
- Portfolio turnover rate is the lower of the cost of the securities purchased or sales proceeds divided by the average market value of portfolio securities for the year, excluding short-term securities. This ratio is calculated based on each Fund's portfolio even though it is presented for each class.
- Rate of return represents the total rate of return of an investment for the year, assuming distributions are reinvested. In accordance with instructions issued by Canadian Securities Administrators, rates of return are not reported for Funds or unit classes in existence for less than one year. For Funds that have merged during the period, the continuing Fund is considered a new Fund for the purpose of calculating rate of return and therefore, the annual rate of return is not provided for the period of the merger and previous periods.

Management's Responsibility for Financial Reporting

The accompanying financial statements of Desjardins Funds have been prepared by Desjardins Investment Management Inc. (the "Manager"), as Manager of the Funds, and have been approved by the Board of Directors. The Manager is responsible for the information and representations contained in these financial statements and other sections in the Annual Report.

The Manager has taken the necessary measures to ensure that relevant and reliable financial information is reported. The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and necessarily include certain amounts that are based on estimates and judgments. The significant accounting policies, which the Manager believes are appropriate, are described in Note 2 to the financial statements. Financial information used elsewhere in the Annual Report is consistent with that in the financial statements.

The Board of Directors is responsible for reviewing and approving the financial statements as well as overseeing the Manager's performance of its financial reporting responsibilities. The Audit Committee of Desjardins Trust (the "Trust"), Trustee of the Funds, consists mainly of directors of Desjardins Trust who are not officers of Desjardins Trust or the Manager. It meets with the Manager and external auditors of Desjardins Funds to review the financial statements, the adequacy of internal controls, the audit process and financial reporting. It reports its findings to the Board of Directors prior to the Board's approval of these financial statements for publication.

Raymond Chabot Grant Thornton LLP is the external auditor of the Desjardins Funds. It has audited the financial statements in accordance with Canadian generally accepted auditing standards for the purpose of expressing to the unitholders its opinion on these financial statements. Its Report is found on page 117.

Signed on behalf of the Board of Directors
Desjardins Investment Management Inc.,
Manager of the Funds

Bruno Morin
Chairman of the Board

François Gagnon
President

Trustee, Manager and Portfolio Advisor

The Desjardins Funds are unit investment trusts, usually referred to as mutual funds. They are constituted under a declaration of trust pursuant to the laws of the Province of Québec. Units of the Desjardins Funds are offered for sale to the public, on a continuous basis, by way of a prospectus.

The Desjardins Funds, like other mutual funds, allow a large number of people to pool their savings for the purposes of investing them in various securities.

Desjardins Trust Inc., a Desjardins Group company, is the Trustee of the Desjardins Funds. It has entrusted the role of Manager of the Desjardins Funds to Desjardins Investment Management Inc., its wholly owned subsidiary.

Desjardins Investment Management Inc. is also the portfolio advisor of the Desjardins funds. It has retained the services of many portfolio subadvisors to ensure the portfolio management of the Desjardins Funds.

Redemption of the Desjardins Funds' Units

You may at any time request the redemption of all or part of the units you hold in a Desjardins Fund:

- In Québec and Ontario,
  - By calling the Financial Centre of Desjardins Trust (from Montréal at (514) 286-3225, or toll-free outside Montréal at 1 800 361-2680);
  - By calling 1 800 CAISSES; or
  - By calling or visiting your Desjardins caisse, a Desjardins Trust Private Management Office or a securities broker or a mutual fund dealer.
- Elsewhere in Canada, by contacting a duly registered securities or mutual fund dealer.

Any request for redemption received in due form by the Manager before noon on a valuation date will be processed at the net asset value per unit determined on that date. Any request for redemption received after noon will be processed at the net asset value per unit determined on the subsequent valuation date.

The Manager will pay the sale proceeds to you less any applicable fees within three business days (or any other period of time as may be specified under securities legislation) of the date the sale price was determined, provided all necessary documentation is received by the Manager with your redemption order.

The Manager may suspend the redemption of units of a fund or delay the payment of the redemption price:

a) During any period when the redemption of securities in an underlying fund is suspended;

b) During any period when normal trading is suspended on any stock exchange, options exchange or futures exchange, in or outside Canada, on which securities are listed and traded, or on which specified derivatives are traded which represent more than 50% by value or underlying market exposure of the fund's total asset, without allowance for liabilities, whereas no other organized market provides a reasonably practical alternative; or

c) With the consent of securities administrators or any other regulatory body having jurisdiction.

www.desjardinsfunds.com

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Desjardins

Assets and Values