Annual Management Report of Fund Performance

DESJARDINS FUNDS

As at **September 30, 2024**

This Annual Management Report of Fund Performance contains financial highlights but does not contain the Audited Annual Financial Statements of the investment fund. You can request a copy of the Audited Annual Financial Statements, at no cost, by contacting your mutual fund sales representative, by calling 514 286-3499, or toll free at 1 866 666-1280, by visiting desjardinsfunds.com and www.sedarplus.ca, by e-mailing us at info.fondsdesjardins@desjardins.com, or by writing us at 2 Complexe Desjardins, P.O. Box 9000, Desjardins Station, Montréal, Québec H5B 1H5.

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

Desjardins
Wealth Management
Investments

A NOTE ON FORWARD-LOOKING STATEMENTS

This report may contain forward-looking statements about the Funds, their future performance, strategies or prospects, and possible future Fund actions. The words “may”,“could”, “should”, “would”, “suspect”, “outlook”, “believe”, “plan”, “anticipate”, “estimate”, “expect”, “intend”, “forecast”, “objective” and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the Funds and general economic factors, so it is possible that the predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statements made by the Funds. These factors include but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith as of the date of this report and without legal responsibility. There should be no expectation that such statements will be updated, supplemented or revised whether as a result of new information, changing circumstances, future events or otherwise, unless applicable legislation provides for such an obligation.

MESSAGE TO INVESTORS

SÉBASTIEN VALLÉE
HEAD OF OPERATIONS
DESJARDINS INVESTMENTS INC.

The 2023-2024 financial year ended on September 30, and I am pleased to share our Annual Management Report of Fund Performance. This document contains relevant information about the funds in which you hold shares, including management's analysis of performance, financial highlights, past performance and a portfolio overview.

Economic and market overview

The end of the financial year saw a resurgence of optimism and confidence among investors regarding growth, inflation and corporate earnings. This, among other factors, contributed to a positive conclusion to the period, with the primary stock market indices reaching record highs. This optimism contrasts with the considerable volatility of the markets in recent months, with major fluctuations mid-summer. This instability was driven by concerns about a potential recession in the United States following the publication of statistics indicating an increase in the unemployment rate to its highest level in three years. The U.S. Federal Reserve subsequently decided to cut its key rate by 50 basis points to prevent the job market from deteriorating, which reassured investors. The Chinese government's announcements of further monetary and fiscal stimulus also had a positive effect on a number of markets around the world, particularly those where basic materials account for a significant proportion of economic activity.

Developments that enrich our line of funds

Keeping the best interests of our members and clients at heart, we continued to enhance our Desjardins Funds offering. We focused on the following four areas: 1. Expanding our fund lineup and amending existing funds; 2. Portfolio manager changes; 3. Management fee reductions; 4. Rebranding our Responsible Investment Funds in English.

1. Expanding our fund lineup and amending existing funds

Desjardins Investments (DI) regularly reviews its range of mutual funds offer to ensure they continue to meet the evolving investment needs of financial advisors and investors. As a result, we made the following changes to our Wise ETF Portfolios: We added the Wise Balanced 50 ETF Portfolio. The Wise Balanced ETF Portfolio and the Wise Maximum Growth ETF Portfolio were renamed the Wise Moderate ETF Portfolio and the Wise Aggressive ETF Portfolio, respectively. The asset allocation between fixed income securities and equity securities of the Wise Moderate ETF Portfolio and the Wise Conservative ETF Portfolio was revised. We also closed the Wise Fixed Income ETF portfolio.

The Desjardins Dividend Income Fund was renamed the Desjardins Dividend Balanced Fund to better describe the Fund's strategy and asset category. In addition, the investment strategy was amended by changing the weight that can be allocated to each asset category of the Fund to better reflect the investment philosophy of the portfolio manager.

2. Portfolio manager changes

Ensuring that our members benefit from the best suited portfolio managers for each mandate is important to us. With this in mind, over the past year, we announced the following portfolio manager changes: Wellington was selected as one of the two sub-managers of the Desjardins Global Small Cap Equity Fund. Desjardins Global Asset Management was selected to manage the Desjardins Canadian Equity Value Fund, which was renamed the Desjardins Canadian Equity Focused Fund to better reflect the Fund's investment strategy.

3. Management fee reductions

New management fee reductions took effect in October 2023. These fees have been reduced by up to 19 basis points for some unit classes of five Desjardins Funds. These changes are a part of DI's commitment to offering competitively priced actively managed investment funds with access to world-class portfolio managers.

4. Rebranding our Responsible Investment Funds offer in English

The SocieTerra Funds and Portfolios were rebranded as the Sustainable Funds and Portfolios in English. This change did not affect the French versions of the SocieTerra names. In addition, the word “Desjardins” will be added to the French and English names of the SocieTerra/Sustainable Portfolios.

A 2024-2025 fiscal year characterized by continuity

Over the next year, we will stay focused on what really matters to you: access to simple, effective and adaptive investment solutions, tailored to your investor profile, offered at competitive rates and accessible online or through your representative.

I thank you for your renewed confidence in us and reiterate our commitment to continually serve you better and work with your interests at heart.

Wise Balanced 50 ETF Portfolio

(I-, F- AND C-CLASS UNITS)

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

This Portfolio is a strategic asset allocation fund. Its objective is to achieve a balance between long-term capital appreciation and providing an income return. Consequently, the Portfolio invests mainly in exchange-traded funds which themselves invest in fixed-income and equity securities throughout the world.

To reach this investment objective, the Portfolio Manager will allocate the Portfolio's assets among fixed-income securities in a proportion varying between 40% and 60% of the net assets and among equity securities in a proportion varying from 40% to 60% of the net assets.

The Portfolio holds these securities mainly through exchange-traded funds ("ETF"), which may be primarily or exclusively ETFs managed by the Manager or a member of its group. The Portfolio may also hold securities directly or through units of mutual funds (the "underlying funds"), which may be primarily or exclusively underlying funds managed by the Manager or a member of its group.

Risk

Please note that no change taking place during the fiscal year had a material impact on the overall risk linked to an investment in securities issued by this Fund. Said risk remains true to its description in the Simplified Prospectus as at March 28, 2024. Furthermore, the Fund is still intended for investors with a low to medium tolerance for risk.

Results of Operations

Wise Balanced 50 ETF Portfolio began operations on April 15, 2024. Since, as of September 30, 2024, the fund had not been in operation for at least 12 consecutive months. Therefore, the returns cannot be presented in this report.

Since the portfolio's launch in April 2024, exposure to the equity market, especially to U.S. companies, had a positive impact on portfolio performance. However, allocations to fixed-income securities proved less favourable, despite positive returns.

Within fixed-income securities, the overweight to global developed market high-yield bonds and emerging market bonds was beneficial because these securities outperformed developed market government bonds and Canadian bonds.

Within equities, an overweight to emerging market equities bolstered portfolio returns while an underweight to Canadian and U.S. equities detracted from them.

The portfolio was launched on April 15, 2024. No changes have been made to the strategic allocation since then.

Global equity markets continued to rise over the period, driven by resilient economic conditions, especially in the United States, and easing inflationary pressure. This enabled major central banks, including in Canada and the United States, to begin the rate cutting cycle eagerly awaited by investors. Enthusiasm was high among investors at the end of 2023, but increased caution since January due to uncertainty about the impact of rate cuts on the economy caused market volatility.

Recent Developments

Although a soft landing of the global economy is still widely expected, stock markets remain sensitive to any economic news that may impact central banks' monetary policy. Central banks are at a critical juncture as they move to lower rates to stimulate growth without reigniting inflation.

Uncertainty over inflation, interest rates and global economic growth will continue over the upcoming period. North American central banks have started lowering key interest rates, but they may need to slow the pace of these reductions.

Amid the current geopolitical tension in the Middle East and the upcoming U.S. presidential election, a recession is still very much possible. If a recession does materialize, the portfolio may be impacted by higher volatility and a market decline. On a more positive note, artificial intelligence is booming and promising productivity gains amid more pronounced labour shortages due to the demographic transition.

On top of the annual strategic allocation review based on long-term outlooks, positioning may be modified to reflect a change in the economic cycle.

Ms. Diane Fleurent was appointed as a member of the Independent Review Committee ("IRC") effective January 1, 2024. She replaces Mr. Luc Pelland whose last term ended on December 31, 2023.

On June 13, 2024, the IRC was increased to four members when Mr. Marco Bouchard was appointed as a new IRC member.

On October 1, 2024, the Manager reduced the management fees for some of the Fund's unit classes:

	PREVIOUS MANAGEMENT FEES BEFORE TAXES (%)	MANAGEMENT FEES STARTING OCTOBER 1, 2024 BEFORE TAXES (%)
C-CLASS	1.38	1.36
F-CLASS	0.38	0.36

Related Party Transactions

Desjardins Investments Inc. (DI) is the Fund's Manager pursuant to the administration agreement. The Manager ensures the daily administration of the Fund. It provides the Fund or makes sure the Fund is provided with all services (accounting, custody, portfolio management, record maintenance, transfer agent) required to function properly. The Fund pays management fees to the Manager, which are calculated on a daily basis with the net asset value of the Fund and paid weekly. These fees are shown in the "Management Fees" section of this Report. Management and administrative fees presented in the Statement of Comprehensive Income were incurred with the Manager of the Desjardins Funds.

Desjardins Trust Inc., an entity belonging to the same group as the Manager, is the Fund's trustee and custodian. As the Fund's trustee, Desjardins Trust Inc. fees are paid by the Manager. The custodian fees of Desjardins Trust Inc. are paid by the Manager and are established based on market conditions. To the extent the Fund may engage in securities lending transactions, Desjardins Trust Inc. may also act as securities lending agent.

Desjardins Global Asset Management Inc. (DGAM) is the portfolio manager of the Fund. DGAM is an entity belonging to the same group as the Manager. DGAM's fees are entirely paid by the Manager.

Units of the Funds are offered by Desjardins Securities Inc. (including its division Desjardins Online Brokerage), Desjardins Financial Services Firm Inc., Desjardins Financial Security Investments Inc., Worldsource Financial Management Inc. and Worldsource Securities Inc., entities affiliated to the same group as the Manager. Brokers may receive, depending on the distributed class units, a monthly trailing commission, calculated on the average monthly units outstanding for each Fund sold by the relevant broker.

Accrued expenses payable (receivable) to the Fund's Manager are:

	SEPTEMBER 30, 2024 $
EXPENSES PAYABLE (RECEIVABLE)	792

During the period, the Fund received income from funds managed by related parties:

	SEPTEMBER 30, 2024 $
DISTRIBUTIONS FROM UNDERLYING FUNDS	3,888

During the period, The Fund received income from exchange traded funds managed by related parties:

	SEPTEMBER 30, 2024 $
DIVIDENDS	9,170

FINANCIAL HIGHLIGHTS

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

Net Assets per Unit [1]

Beginning of Operations in April 2024	SEPT. 30, 2024
I-CLASS	$
Net assets, beginning of period	10.00
Increase (decrease) from operations:	
Income	0.15
Realized gains (losses)	0.01
Unrealized gains (losses)	0.77
Expenses	(0.01)
Total increase (decrease) from operations [2]	0.92
Distributions:	
From income (excluding dividends)	0.01
From dividends	0.12
From underlying funds' distribution	0.01
From capital gains	—
Return of capital	—
Total Distributions [3]	0.14
Net Assets, End of Period	10.72

Net Assets per Unit [1]

Beginning of Operations in April 2024	SEPT. 30, 2024
C-CLASS	$
Net assets, beginning of period	10.00
Increase (decrease) from operations:	
Income	0.14
Realized gains (losses)	0.01
Unrealized gains (losses)	0.79
Expenses	(0.09)
Total increase (decrease) from operations [2]	0.85
Distributions:	
From income (excluding dividends)	—
From dividends	0.05
From underlying funds' distribution	—
From capital gains	—
Return of capital	—
Total Distributions [3]	0.05
Net Assets, End of Period	10.70

Net Assets per Unit [1]

Beginning of Operations in April 2024	SEPT. 30, 2024
F-CLASS	$
Net assets, beginning of period	10.00
Increase (decrease) from operations:	
Income	0.15
Realized gains (losses)	0.01
Unrealized gains (losses)	0.83
Expenses	(0.04)
Total increase (decrease) from operations [2]	0.95
Distributions:	
From income (excluding dividends)	—
From dividends	0.07
From underlying funds' distribution	—
From capital gains	—
Return of capital	—
Total Distributions [3]	0.07
Net Assets, End of Period	10.76

(1) This information is derived from the Fund's audited annuals financial statements. The net assets per unit presented in the financial statements may differ from the net asset value calculated for fund pricing purposes.
(2) Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the period.
(3) Distributions were paid in cash or reinvested in additional units of the Fund.

Ratios and Supplemental Data

I-CLASS	SEPT. 30, 2024
Total net asset value ('000s of $)	524
Number of redeemable units outstanding	48,843
Management expense ratio (%) [2]	—
Management expense ratio before waivers and absorptions (%)	—
Trading expense ratio (%) [3]	0.12
Portfolio turnover rate (%) [4]	3.74
Net asset value per unit ($)	10.72

Ratios and Supplemental Data

C-CLASS	SEPT. 30, 2024
Total net asset value ('000s of $)	156
Number of redeemable units outstanding	14,536
Management expense ratio (%) [1]	1.76
Management expense ratio before waivers and absorptions (%)	1.76
Trading expense ratio (%) [3]	0.12
Portfolio turnover rate (%) [4]	3.74
Net asset value per unit ($)	10.70

Ratios and Supplemental Data

F-CLASS	SEPT. 30, 2024
Total net asset value ('000s of $)	4,562
Number of redeemable units outstanding	423,855
Management expense ratio (%) [1]	0.61
Management expense ratio before waivers and absorptions (%)	0.61
Trading expense ratio (%) [3]	0.12
Portfolio turnover rate (%) [4]	3.74
Net asset value per unit ($)	10.76

(1) Management expense ratio is based on total expenses (including applicable taxes and including its proportionate share of the total expenses of the underlying funds, where applicable, but excluding commissions and other portfolio transaction costs and excluding withholding taxes) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.
(2) Management expense ratio relating to I-Class units is based on total expenses (including applicable taxes and including its proportionate share of the total expenses of the underlying funds, where applicable, but excluding commissions and other portfolio transaction costs and excluding withholding taxes, as well as management fees paid to the Manager, which may differ from one investor to another, as they are negotiated by each one of them directly with the Manager) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.
(3) The trading expense ratio represents total commissions and other portfolio transaction costs, including from September 30, 2023, its proportionate share of the expenses incurred by the underlying funds, where applicable, and indirectly attributable to the Fund, expressed as an annualized percentage of daily average net asset value during the period.
(4) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a fund's portfolio turnover rate in a period, the greater the trading costs payable by the Fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

PORTFOLIO OVERVIEW

Net Asset Value Mix as at September 30, 2024

NET ASSET VALUE MIX	%
Investment Funds	**13.7**
Growth Investment Funds	7.0
Fixed-Income Investment Funds	6.7
Index-Based Investments	**84.1**
Growth Index-Based Investments	42.2
Fixed-Income Index-Based Investments	41.9
Cash and Cash Equivalents	**2.2**
Total	**100.0**

GEOGRAPHIC ALLOCATION	%
Canada	76.0
United States	21.8
Cash and Cash Equivalents	2.2
Total	**100.0**

	Top Positions (Long Positions)*	NET ASSET VALUE %
1	Desjardins Canadian Universe Bond Index ETF	23.9
2	Vanguard S&P 500 Index ETF	14.3
3	Vanguard FTSE Canada All Cap Index ETF	13.5
4	iShares Core Canadian Corporate Bond Index ETF	7.6
5	iShares Core MSCI EAFE IMI Index ETF	6.9
6	Vanguard Global ex-U.S. Aggregate Bond Index ETF (CAD-hedged)	5.3
7	Desjardins Global Total Return Bond Fund, I-Class	5.2
8	Desjardins Global Equity Fund, I-Class	4.3
9	Vanguard U.S. Aggregate Bond Index ETF (CAD-hedged)	3.4
10	iShares Core S&P Small-Cap ETF	3.3
11	iShares Core MSCI Emerging Markets ETF	3.1
12	Cash and Cash Equivalents	2.2
13	iShares JPMorgan USD Emerging Markets Bond Index ETF	1.6
14	Desjardins Global Tactical Bond Fund, I-Class	1.5
15	Desjardins Global Dividend Fund, I-Class	1.4
16	Desjardins Global Equity Growth Fund, I-Class	1.3
17	iShares MSCI EAFE Small-Cap ETF	1.1
18	iShares Global Government Bond ETF	0.1
	Total	**100.0**

**There is no short position in this Fund.*

The Portfolio Overview may change due to ongoing Fund transactions. You can request copies of the quarterly update and other information regarding the Desjardins Funds, at no cost:

• by contacting your representative; or
• by calling 514 286-3499, or toll free at 1 866 666-1280; or
• at desjardinsfunds.com; by e-mail, at info.fondsdesjardins@desjardins.com; or
• through Desjardins Investments Inc.

Desjardins Funds Customer Service
2 Complexe Desjardins
P.O. Box 9000, Desjardins Station
Montréal, Québec H5B 1H5

Prospectus and other information about the underlying investment funds are available on the Internet at **www.sedarplus.ca**.

OTHER MATERIAL INFORMATION

I-Class units of this Fund are offered to large investors who make the required minimum investment. The Fund's investment portfolio is the same for all its unit classes.

C-Class units of this Fund are offered to investors who purchase units using an initial sales charge option, a deferred sales charge option or a low load sales charge option. These units are offered only if the investor's dealer has reached a security agreement with the Fund's Manager. The Fund's investment portfolio is the same for all its unit classes.

F-Class units of this Fund are offered to investors who compensate their dealer on a "fee for service" basis, who have a dealer-sponsored wrap account or who pay their dealer an annual fee and where the dealer does not receive trailing commissions. These units are offered only if the investor's dealer has reached a security agreement with the Fund's Manager. The Fund's investment portfolio is the same for all its unit classes.

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Desjardins Investments Inc.
Desjardins Funds Customer Service
514 286-3499 (for the Montréal area)
1 866 666-1280

info.fondsdesjardins@desjardins.com

desjardinsfunds.com

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