



P R I M E R I C A
CONCERT[™]
A L L O C A T I O N S E R I E S

SEMI ANNUAL REPORT

June 30, 2020

PRIMERICA GLOBAL EQUITY FUND

PRIMERICA CANADIAN BALANCED GROWTH FUND

PRIMERICA GLOBAL BALANCED GROWTH FUND

PRIMERICA BALANCED YIELD FUND

PRIMERICA INCOME FUND

PRIMERICA CANADIAN MONEY MARKET FUND

About the Primerica Concert™ Allocation Series of Funds

The Primerica Concert™ Allocation Series of Funds (the “Concert™ Funds”) are designed to provide a simple way to have all your assets working together – in a plan that suits your personal situation.

The Concert™ Funds consist of six different Concert™ Funds of professionally managed mutual funds. Each Concert™ Fund invests in a number of carefully selected mutual funds which encompass a variety of investments, market sectors, and management styles.

Morneau Shepell Asset & Risk Management Ltd. (“MS ARM”), has established the investment strategies for each Concert™ Fund and makes recommendations to us on the specific underlying funds to be invested in by each Concert™ Fund. The Concert™ Funds are actively managed, with MS ARM providing ongoing oversight and recommendations.

The underlying mutual funds in which the Concert™ Funds invest are currently selected from AGF Group of Funds, managed by leading Canadian investment firm, AGF Investments Inc. (“AGF”). AGF is also responsible for advising on daily trades required to implement the specific underlying fund recommendations of MS ARM in respect of each Concert™ Fund as approved by PFSL

Primerica is committed to maintaining your trust and confidence when handling personal information about you. To view our Privacy of Personal Information Statement please visit http://www.primericacanada.ca/public/canada/canada_privacy.html

The Primerica companies listed below are dedicated to providing financial solutions for your needs. We are committed to bringing you excellent financial products and superior service. We are also committed to informing you about new products and services that may be useful to you. Additionally, we are committed to protecting information we may have about our clients. If you wish to verify that the information we have about your is correct or wish to be taken off any mailing lists we might share with affiliated and sister companies, simply write us and tell us. To remove your name from these lists or to examine certain information we have in our files about you, send your name and policy or account number to us at:

Primerica Privacy Office
PFSL Investments Canada Ltd.
6985 Financial Drive, Suite 400
Mississauga, Ontario L5N 0G3

If you have requested in the past to be taken off our mailing lists, you need not do so again.

Primerica Companies

**Primerica Financial Services Ltd.
Primerica Client Services Inc.
Primerica Life Insurance Company of Canada**

**PFSL Investments Canada Ltd.
PFSL Fund Management Ltd.**

WHAT'S INSIDE

| | |
|---|-----|
| About the Primerica Concert™ Allocation Series of Funds | (i) |
| Global Privacy Promise for Clients | (i) |
| Primerica Global Equity Fund | 1 |
| Primerica Canadian Balanced Growth Fund | 5 |
| Primerica Global Balanced Growth Fund | 9 |
| Primerica Balanced Yield Fund | 13 |
| Primerica Income Fund | 17 |
| Primerica Canadian Money Market Fund | 21 |
| Notes to Financial Statements | 25 |

Primerica ConcertTM Allocation Series of Funds

Primerica Global Equity Fund

(in thousands of Canadian dollars except per unit amounts)

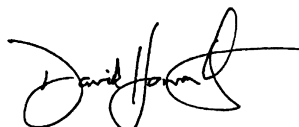
Statements of financial position (unaudited)

| | June 30, 2020 | December 31, 2019 |
|--|---------------------|----------------------|
| Assets | | |
| Current assets | | |
| Investments | \$ 1,168,812 | \$ 1,264,000 |
| Cash | 767 | 178 |
| Subscriptions receivable | 339 | 725 |
| Receivable for investments sold | - | 298 |
| Management fee rebates receivable | 425 | 80 |
| | <u>1,170,343</u> | <u>1,265,281</u> |
| Liabilities | | |
| Current liabilities | | |
| Payable for investments purchased | 938 | - |
| Redemptions payable | 145 | 843 |
| Accrued liabilities (note 7) | 458 | 498 |
| | <u>1,541</u> | <u>1,341</u> |
| Net assets attributable to holders of redeemable units (note 6) | <u>\$ 1,168,802</u> | <u>\$ 1,263,940</u> |
| Net assets attributable to holders of redeemable units per unit | <u>\$ 18.29</u> | <u>\$ 21.43</u> |

Approved by the Board of Directors of PFSL Fund Management Ltd., the Manager



John A. Adams, Director



David Howarth, Director

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

Primerica Concert™ Allocation Series of Funds

Primerica Global Equity Fund

(in thousands of Canadian dollars except per unit amounts)

Statements of comprehensive income (loss) (unaudited)

| Six months ended June 30 | 2020 | 2019 |
|--|---------------------|-------------------|
| Income | | |
| Net gain (loss) on investments | | |
| Distributions from underlying funds | \$ 670 | \$ 63 |
| Net realized gain (loss) | 75,052 | (3,618) |
| Net change in unrealized appreciation (depreciation) | (200,048) | 114,593 |
| Net gain (loss) on investments | (124,326) | 111,038 |
| Management fee rebates (note 7) | 1,970 | 1,929 |
| Interest and other income | 8 | 12 |
| Total income (loss), net | (122,348) | 112,979 |
| Expenses | | |
| Management fees (note 7) | 2,618 | 2,567 |
| Unitholder servicing | 46 | 44 |
| Audit fees | 25 | 23 |
| Custodial fees | 17 | 33 |
| Legal fees (note 7) | 11 | 10 |
| Interest | 6 | 1 |
| Registration fees | 18 | 17 |
| Unitholder reporting costs | 10 | 8 |
| Independent review committee fees (note 7) | 6 | 6 |
| Total expenses | 2,757 | 2,709 |
| Increase (decrease) in net assets attributable to holders of redeemable units (note 9) | \$ (125,105) | \$ 110,270 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit (note 9) | \$ (2.01) | \$ 1.92 |

Statements of changes in net assets attributable to holders of redeemable units (unaudited)

| Six months ended June 30 | 2020 | 2019 |
|--|---------------------|---------------------|
| Net assets attributable to holders of redeemable units at January 1 | \$ 1,263,940 | \$ 1,048,921 |
| Increase (decrease) in net assets attributable to holders of redeemable units | (125,105) | 110,270 |
| Distributions to holders of redeemable units | | |
| From net realized gains on investments | (68,011) | - |
| Total distributions to holders of redeemable units | (68,011) | - |
| Redeemable unit transactions | | |
| Proceeds from redeemable units issued | 92,379 | 93,880 |
| Reinvestments of distributions to holders of redeemable units | 67,994 | (2) |
| Redemption of redeemable units | (62,395) | (62,685) |
| Net increase from redeemable unit transactions | 97,978 | 31,193 |
| Net increase (decrease) in net assets attributable to holders of redeemable units | (95,138) | 141,463 |
| Net assets attributable to holders of redeemable units at June 30 (note 6) | \$ 1,168,802 | \$ 1,190,384 |

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

Primerica Concert™ Allocation Series of Funds

Primerica Global Equity Fund

(in thousands of Canadian dollars)

Statements of cash flows (unaudited)

Six months ended June 30

2020

2019

Cash flows from operating activities

Increase (decrease) in net assets attributable to holders of redeemable units

\$ (125,105) \$ 110,270

Adjustments for:

Change in management fee rebates receivable

(345) (23)

Change in accrued liabilities

(40) 36

Net realized (gain) loss on sale of investments

(75,052) 3,618

Net change in unrealized (appreciation) depreciation of investments

200,048 (114,593)

Non-cash distributions from underlying funds

(670) (63)

Purchases of investments

(34,962) (36,007)

Proceeds from sale of investments

7,060 6,143

Net cash used by operating activities

(29,066) (30,619)

Cash flows from financing activities

Distributions paid to holders of redeemable units, net of reinvested distributions

(17) (2)

Proceeds from issuances of redeemable units

92,765 93,046

Amounts paid on redemption of redeemable units

(63,093) (62,097)

Net cash generated by financing activities

29,655 30,947

Net increase in cash

589 328

Cash at beginning of period

178 169

Cash at end of period

\$ 767 \$ 497

Supplemental information

Interest received*

\$ 8 \$ 11

Interest paid*

\$ 6 \$ 1

* Included as part of Cash flows from operating activities

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

Primerica Concert™ Allocation Series of Funds

Primerica Global Equity Fund

(in thousands of Canadian dollars except unit/share amounts)

Schedule of investment portfolio as at June 30, 2020 (unaudited)

| Number of units/shares | | Investments | Average Cost \$ | Fair Value \$ | Percentage % |
|----------------------------|---|-------------|-----------------------|---------------------|-----------------|
| Equity mutual funds (100%) | | | | | |
| 2,287,229 | AGF Canadian Growth Equity Class, Series MF | | 125,680 | 119,146 | 10.2% |
| 8,028,665 | AGFiQ Dividend Income Fund, Series MF | | 127,825 | 116,951 | 10.0% |
| 25,613,029 | AGF Emerging Markets Fund, Series MF | | 322,380 | 294,068 | 25.2% |
| 14,308,055 | AGF Global Dividend Fund, Series MF | | 345,235 | 407,330 | 34.8% |
| 12,738,911 | AGF Global Equity Class, Series MF | | 199,210 | 231,317 | 19.8% |
| Total Investments | | | 1,120,330 | 1,168,812 | 100.0% |

Note: Percentages shown are calculated as investments at fair value divided by net assets attributable to holders of redeemable units as at June 30, 2020.

Primerica Concert™ Allocation Series of Funds

Primerica Canadian Balanced Growth Fund

Statements of financial position (unaudited)

| | June 30, 2020 | December 31, 2019 |
|--|-------------------|----------------------|
| Assets | | |
| Current assets | | |
| Investments | \$ 823,599 | \$ 924,379 |
| Cash | 113 | 316 |
| Subscriptions receivable | 58 | 166 |
| Receivable for investments sold | 286 | 220 |
| Management fee rebates receivable | 301 | 61 |
| Distributions receivable | 491 | - |
| Other assets | - | 1 |
| | <u>824,848</u> | <u>925,143</u> |
| Liabilities | | |
| Current liabilities | | |
| Payable for investments purchased | 606 | - |
| Redemptions payable | 341 | 423 |
| Accrued liabilities (note 7) | 328 | 371 |
| | <u>1,275</u> | <u>794</u> |
| Net assets attributable to holders of redeemable units (note 6) | <u>\$ 823,573</u> | <u>\$ 924,349</u> |
| Net assets attributable to holders of redeemable units per unit | <u>\$ 14.77</u> | <u>\$ 16.12</u> |

Approved by the Board of Directors of PFSL Fund Management Ltd., the Manager




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

Primerica Concert™ Allocation Series of Funds

Primerica Canadian Balanced Growth Fund

(in thousands of Canadian dollars except per unit amounts)

Statements of comprehensive income (loss) (unaudited)

| Six months ended June 30 | 2020 | 2019 |
|--|--------------------|------------------|
| Income | | |
| Net gain (loss) on investments | | |
| Distributions from underlying funds | \$ 3,165 | \$ 3,092 |
| Net realized gain (loss) | 24,816 | (16,700) |
| Net change in unrealized appreciation (depreciation) | (97,589) | 101,555 |
| Net gain (loss) on investments | (69,608) | 87,947 |
| Management fee rebates (note 7) | 1,444 | 1,598 |
| Interest and other income | 4 | 7 |
| Total income (loss), net | (68,160) | 89,552 |
| Expenses | | |
| Management fees (note 7) | 1,898 | 2,136 |
| Unitholder servicing | 33 | 36 |
| Audit fees | 25 | 23 |
| Custodial fees | 12 | 32 |
| Legal fees (note 7) | 11 | 10 |
| Interest | 4 | 7 |
| Registration fees | 11 | 10 |
| Unitholder reporting costs | 6 | 8 |
| Independent review committee fees (note 7) | 6 | 6 |
| Total expenses | 2,006 | 2,268 |
| Increase (decrease) in net assets attributable to holders of redeemable units (note 9) | \$ (70,166) | \$ 87,284 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit (note 9) | \$ (1.24) | \$ 1.42 |

Statements of changes in net assets attributable to holders of redeemable units (unaudited)

| Six months ended June 30 | 2020 | 2019 |
|--|-------------------|-------------------|
| Net assets attributable to holders of redeemable units at January 1 | \$ 924,349 | \$ 900,878 |
| Increase (decrease) in net assets attributable to holders of redeemable units | (70,166) | 87,284 |
| Distributions to holders of redeemable units | | |
| From net realized gains on investments | (6,655) | - |
| Total distributions to holders of redeemable units | (6,655) | - |
| Redeemable unit transactions | | |
| Proceeds from redeemable units issued | 24,414 | 29,818 |
| Reinvestments of distributions to holders of redeemable units | 6,653 | - |
| Redemption of redeemable units | (55,022) | (75,766) |
| Net decrease from redeemable unit transactions | (23,955) | (45,948) |
| Net increase (decrease) in net assets attributable to holders of redeemable units | (100,776) | 41,336 |
| Net assets attributable to holders of redeemable units at June 30 (note 6) | \$ 823,573 | \$ 942,214 |

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

Primerica Concert™ Allocation Series of Funds

Primerica Canadian Balanced Growth Fund

(in thousands of Canadian dollars)

Statements of cash flows (unaudited)

Six months ended June 30

2020

2019

Cash flows from operating activities

Increase (decrease) in net assets attributable to holders of redeemable units

| | | | |
|----|----------|----|--------|
| \$ | (70,166) | \$ | 87,284 |
|----|----------|----|--------|

Adjustments for:

Change in management fee rebates receivable

| | |
|-------|----|
| (240) | 11 |
|-------|----|

Change in other assets

| | |
|---|---|
| 1 | 1 |
|---|---|

Change in accrued liabilities

| | |
|------|---|
| (43) | - |
|------|---|

Net realized (gain) loss on sale of investments

| | |
|----------|--------|
| (24,816) | 16,700 |
|----------|--------|

Net change in unrealized (appreciation) depreciation of investments

| | |
|--------|-----------|
| 97,589 | (101,555) |
|--------|-----------|

Non-cash distributions from underlying funds

| | |
|---------|---------|
| (3,165) | (3,092) |
|---------|---------|

Purchases of investments

| | |
|----------|-------|
| (17,016) | (380) |
|----------|-------|

Proceeds from sale of investments

| | |
|--------|--------|
| 48,237 | 46,765 |
|--------|--------|

Net cash generated by operating activities

| | |
|--------|--------|
| 30,381 | 45,734 |
|--------|--------|

Cash flows from financing activities

Distributions paid to holders of redeemable units, net of reinvested distributions

| | |
|-----|---|
| (2) | - |
|-----|---|

Proceeds from issuances of redeemable units

| | |
|--------|--------|
| 24,522 | 30,143 |
|--------|--------|

Amounts paid on redemption of redeemable units

| | |
|----------|----------|
| (55,104) | (75,933) |
|----------|----------|

Net cash used by financing activities

| | |
|----------|----------|
| (30,584) | (45,790) |
|----------|----------|

Net decrease in cash

| | |
|-------|------|
| (203) | (56) |
|-------|------|

Cash (bank overdraft) at beginning of period

| | |
|-----|------|
| 316 | (40) |
|-----|------|

Cash (bank overdraft) at end of period

| | | | |
|----|-----|----|------|
| \$ | 113 | \$ | (96) |
|----|-----|----|------|

Supplemental information

Interest received*

| | | | |
|----|---|----|---|
| \$ | 4 | \$ | 7 |
|----|---|----|---|

Interest paid*

| | | | |
|----|---|----|---|
| \$ | 4 | \$ | 7 |
|----|---|----|---|

* Included as part of Cash flows from operating activities

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

Primerica Concert™ Allocation Series of Funds

Primerica Canadian Balanced Growth Fund

(in thousands of Canadian dollars except unit/share amounts)

Schedule of investment portfolio as at June 30, 2020 (unaudited)

| Number of units/shares | Investments | Average Cost \$ | Fair Value \$ | Percentage % |
|--|---|-----------------------|---------------------|-----------------|
| Fixed income mutual funds (19.4%) | | | | |
| 4,356,878 | AGF Emerging Markets Bond Fund, Series MF | 42,982 | 42,580 | 5.2% |
| 5,939,895 | AGF Fixed Income Plus Fund, Series MF | 71,464 | 75,928 | 9.2% |
| 4,774,167 | AGF Floating Rate Income Fund, Series MF | 46,874 | 41,586 | 5.0% |
| | | 161,320 | 160,094 | 19.4% |
| Equity mutual funds (80.6%) | | | | |
| 3,711,371 | AGF Canadian Growth Equity Class, Series MF | 196,797 | 193,332 | 23.5% |
| 12,626,830 | AGFiQ Dividend Income Fund, Series MF | 199,692 | 183,930 | 22.3% |
| 10,755,177 | AGF Emerging Markets Fund, Series MF | 130,074 | 123,482 | 15.0% |
| 8,963,451 | AGF Global Equity Class, Series MF | 123,966 | 162,761 | 19.8% |
| | | 650,529 | 663,505 | 80.6% |
| Total Investments | | 811,849 | 823,599 | 100.0% |

Note: Percentages shown are calculated as investments at fair value divided by net assets attributable to holders of redeemable units as at June 30, 2020.

Primerica Concert™ Allocation Series of Funds

Primerica Global Balanced Growth Fund

(in thousands of Canadian dollars except per unit amounts)

Statements of financial position (unaudited)

| | June 30, 2020 | December 31, 2019 |
|--|---------------------|----------------------|
| Assets | | |
| Current assets | | |
| Investments | \$ 1,128,234 | \$ 1,228,248 |
| Cash | 46 | 283 |
| Subscriptions receivable | 287 | 349 |
| Receivable for investments sold | 156 | 305 |
| Management fee rebates receivable | 413 | 78 |
| Distributions receivable | 693 | - |
| | <u>1,129,829</u> | <u>1,229,263</u> |
| Liabilities | | |
| Current liabilities | | |
| Payable for investments purchased | 753 | - |
| Redemptions payable | 452 | 584 |
| Accrued liabilities (note 7) | 447 | 490 |
| | <u>1,652</u> | <u>1,074</u> |
| Net assets attributable to holders of redeemable units (note 6) | <u>\$ 1,128,177</u> | <u>\$ 1,228,189</u> |
| Net assets attributable to holders of redeemable units per unit | <u>\$ 16.38</u> | <u>\$ 18.10</u> |

Approved by the Board of Directors of PFSL Fund Management Ltd., the Manager



John A. Adams, Director



David Howarth, Director

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

Primerica Concert™ Allocation Series of Funds

Primerica Global Balanced Growth Fund

(in thousands of Canadian dollars except per unit amounts)

Statements of comprehensive income (loss) (unaudited)

| Six months ended June 30 | 2020 | 2019 |
|--|--------------------|-------------------|
| Income | | |
| Net gain (loss) on investments | | |
| Distributions from underlying funds | \$ 3,222 | \$ 4,826 |
| Net realized gain | 34,727 | 809 |
| Net change in unrealized appreciation (depreciation) | (126,983) | 95,787 |
| Net gain (loss) on investments | (89,034) | 101,422 |
| Management fee rebates (note 7) | 1,922 | 1,995 |
| Interest and other income | 7 | 14 |
| Total income (loss), net | (87,105) | 103,431 |
| Expenses | | |
| Management fees (note 7) | 2,581 | 2,653 |
| Unitholder servicing | 45 | 45 |
| Audit fees | 25 | 23 |
| Custodial fees | 17 | 34 |
| Legal fees (note 7) | 11 | 10 |
| Interest | 3 | 2 |
| Registration fees | 16 | 15 |
| Unitholder reporting costs | 9 | 7 |
| Independent review committee fees (note 7) | 6 | 6 |
| Total expenses | 2,713 | 2,795 |
| Increase (decrease) in net assets attributable to holders of redeemable units (note 9) | \$ (89,818) | \$ 100,636 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit (note 9) | \$ (1.31) | \$ 1.47 |

Statements of changes in net assets attributable to holders of redeemable units (unaudited)

| Six months ended June 30 | 2020 | 2019 |
|--|---------------------|---------------------|
| Net assets attributable to holders of redeemable units at January 1 | \$ 1,228,189 | \$ 1,094,634 |
| Increase (decrease) in net assets attributable to holders of redeemable units | (89,818) | 100,636 |
| Distributions to holders of redeemable units | | |
| From net realized gains on investments | (29,388) | - |
| Total distributions to holders of redeemable units | (29,388) | - |
| Redeemable unit transactions | | |
| Proceeds from redeemable units issued | 65,515 | 90,269 |
| Reinvestments of distributions to holders of redeemable units | 29,348 | - |
| Redemption of redeemable units | (75,669) | (82,834) |
| Net increase from redeemable unit transactions | 19,194 | 7,435 |
| Net increase (decrease) in net assets attributable to holders of redeemable units | (100,012) | 108,071 |
| Net assets attributable to holders of redeemable units at June 30 (note 6) | \$ 1,128,177 | \$ 1,202,705 |

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

Primerica Concert™ Allocation Series of Funds

Primerica Global Balanced Growth Fund

(in thousands of Canadian dollars)

Statements of cash flows (unaudited)

Six months ended June 30

| | 2020 | 2019 |
|--|-----------------|----------------|
| Cash flows from operating activities | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | \$ (89,818) | \$ 100,636 |
| Adjustments for: | | |
| Change in management fee rebates receivable | (335) | (17) |
| Change in accrued liabilities | (43) | 27 |
| Net realized gain on sale of investments | (34,727) | (809) |
| Net change in unrealized (appreciation) depreciation of investments | 126,983 | (95,787) |
| Non-cash distributions from underlying funds | (3,222) | (4,826) |
| Purchases of investments | (27,840) | (21,041) |
| Proceeds from sale of investments | 39,029 | 14,074 |
| Net cash generated (used) by operating activities | 10,027 | (7,743) |
| Cash flows from financing activities | | |
| Distributions paid to holders of redeemable units, net of reinvested distributions | (40) | - |
| Proceeds from issuances of redeemable units | 65,577 | 90,446 |
| Amounts paid on redemption of redeemable units | (75,801) | (82,374) |
| Net cash generated (used) by financing activities | (10,264) | 8,072 |
| Net increase (decrease) in cash | (237) | 329 |
| Cash at beginning of period | 283 | 52 |
| Cash at end of period | \$ 46 | \$ 381 |
| Supplemental information | | |
| Interest received* | \$ 7 | \$ 12 |
| Interest paid* | \$ 3 | \$ 2 |

*Included as part of Cash flows from operating activities

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

Primerica Concert™ Allocation Series of Funds

Primerica Global Balanced Growth Fund

(in thousands of Canadian dollars except unit/share amounts)

Schedule of investment portfolio as at June 30, 2020 (unaudited)

| Number of units/shares | Investments | Average Cost \$ | Fair Value \$ | Percentage % |
|--|---|-----------------------|---------------------|-----------------|
| Fixed income mutual funds (19.9%) | | | | |
| 5,985,635 | AGF Emerging Markets Bond Fund, Series MF | 59,051 | 58,498 | 5.2% |
| 8,553,535 | AGF Fixed Income Plus Fund, Series MF | 102,849 | 109,337 | 9.7% |
| 6,534,006 | AGF Floating Rate Income Fund, Series MF | 64,061 | 56,915 | 5.0% |
| | | 225,961 | 224,750 | 19.9% |
| Equity mutual funds (80.1%) | | | | |
| 2,357,295 | AGF Canadian Growth Equity Class, Series MF | 123,909 | 122,796 | 10.9% |
| 3,814,498 | AGFiQ Dividend Income Fund, Series MF | 62,698 | 55,564 | 4.9% |
| 14,598,524 | AGF Emerging Markets Fund, Series MF | 189,279 | 167,609 | 14.9% |
| 13,774,590 | AGF Global Dividend Fund, Series MF | 325,963 | 392,143 | 34.7% |
| 9,107,246 | AGF Global Equity Class, Series MF | 154,610 | 165,372 | 14.7% |
| | | 856,459 | 903,484 | 80.1% |
| Total Investments | | 1,082,420 | 1,128,234 | 100.0% |

Note: Percentages shown are calculated as investments at fair value divided by net assets attributable to holders of redeemable units as at June 30, 2020.

Primerica Concert™ Allocation Series of Funds

Primerica Balanced Yield Fund

(in thousands of Canadian dollars except per unit amounts)

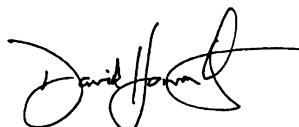
Statements of financial position (unaudited)

| | June 30, 2020 | December 31, 2019 |
|--|-------------------|----------------------|
| Assets | | |
| Current assets | | |
| Investments | \$ 836,973 | \$ 839,329 |
| Cash | 162 | 1,299 |
| Subscriptions receivable | 653 | 1,054 |
| Management fee rebates receivable | 310 | 55 |
| Distributions receivable | 1,293 | - |
| | <u>839,391</u> | <u>841,737</u> |
| Liabilities | | |
| Current liabilities | | |
| Payable for investments purchased | 1,461 | 1,678 |
| Redemptions payable | 639 | 424 |
| Distributions payable | 7 | - |
| Accrued liabilities (note 7) | 334 | 336 |
| | <u>2,441</u> | <u>2,438</u> |
| Net assets attributable to holders of redeemable units (note 6) | <u>\$ 836,950</u> | <u>\$ 839,299</u> |
| Net assets attributable to holders of redeemable units per unit | <u>\$ 12.64</u> | <u>\$ 13.39</u> |

Approved by the Board of Directors of PFSL Fund Management Ltd., the Manager



John A. Adams, Director



David Howarth, Director

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

Primerica Concert™ Allocation Series of Funds

Primerica Balanced Yield Fund

(in thousands of Canadian dollars except per unit amounts)

Statements of comprehensive income (loss) (unaudited)

| Six months ended June 30 | 2020 | 2019 |
|--|--------------------|------------------|
| Income | | |
| Net gain (loss) on investments | | |
| Distributions from underlying funds | \$ 6,814 | \$ 6,192 |
| Net realized gain (loss) | (1,788) | 177 |
| Net change in unrealized appreciation (depreciation) | (36,021) | 56,661 |
| Net gain (loss) on investments | (30,995) | 63,030 |
| Management fee rebates (note 7) | 1,406 | 1,243 |
| Interest and other income | 7 | 11 |
| Total income (loss), net | (29,582) | 64,284 |
| Expenses | | |
| Management fees (note 7) | 1,863 | 1,672 |
| Unitholder servicing | 33 | 29 |
| Audit fees | 25 | 23 |
| Custodial fees | 12 | 24 |
| Legal fees (note 7) | 11 | 10 |
| Interest | 2 | 1 |
| Registration fees | 14 | 13 |
| Unitholder reporting costs | 7 | 5 |
| Independent review committee fees (note 7) | 6 | 6 |
| Total expenses | 1,973 | 1,783 |
| Increase (decrease) in net assets attributable to holders of redeemable units (note 9) | \$ (31,555) | \$ 62,501 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit (note 9) | \$ (0.49) | \$ 1.11 |

Statements of changes in net assets attributable to holders of redeemable units (unaudited)

| Six months ended June 30 | 2020 | 2019 |
|--|-------------------|-------------------|
| Net assets attributable to holders of redeemable units at January 1 | \$ 839,299 | \$ 673,057 |
| Increase (decrease) in net assets attributable to holders of redeemable units | (31,555) | 62,501 |
| Distributions to holders of redeemable units | | |
| From net investment income | (16,519) | (14,893) |
| Total distributions to holders of redeemable units | (16,519) | (14,893) |
| Redeemable unit transactions | | |
| Proceeds from redeemable units issued | 83,946 | 92,390 |
| Reinvestments of distributions to holders of redeemable units | 16,478 | 14,848 |
| Redemption of redeemable units | (54,699) | (49,876) |
| Net increase from redeemable unit transactions | 45,725 | 57,362 |
| Net increase (decrease) in net assets attributable to holders of redeemable units | (2,349) | 104,970 |
| Net assets attributable to holders of redeemable units at June 30 (note 6) | \$ 836,950 | \$ 778,027 |

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

Primerica Concert™ Allocation Series of Funds

Primerica Balanced Yield Fund

(in thousands of Canadian dollars)

Statements of cash flows (unaudited)

Six months ended June 30

| | 2020 | 2019 |
|--|-----------------|-----------------|
| Cash flows from operating activities | | |
| Increase (decrease) in net assets attributable to holders of redeemable units | \$ (31,555) | \$ 62,501 |
| Adjustments for: | | |
| Change in management fee rebates receivable | (255) | (27) |
| Change in accrued liabilities | (2) | 29 |
| Net realized (gain) loss on sale of investments | 1,788 | (177) |
| Net change in unrealized (appreciation) depreciation of investments | 36,021 | (56,661) |
| Non-cash distributions from underlying funds | (6,814) | (6,192) |
| Purchases of investments | (59,077) | (45,642) |
| Proceeds from sale of investments | 28,928 | 3,644 |
| Net cash used by operating activities | (30,966) | (42,525) |
| Cash flows from financing activities | | |
| Distributions paid to holders of redeemable units, net of reinvested distributions | (34) | (37) |
| Proceeds from issuances of redeemable units | 84,347 | 92,236 |
| Amounts paid on redemption of redeemable units | (54,484) | (49,415) |
| Net cash generated by financing activities | 29,829 | 42,784 |
| Net increase (decrease) in cash | (1,137) | 259 |
| Cash at beginning of period | 1,299 | 11 |
| Cash at end of period | \$ 162 | \$ 270 |
| Supplemental information | | |
| Interest received* | \$ 7 | \$ 10 |
| Interest paid* | \$ 2 | \$ 1 |

* Included as part of Cash flows from operating activities

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

Primerica Concert™ Allocation Series of Funds

Primerica Balanced Yield Fund

(in thousands of Canadian dollars except unit/share amounts)

Schedule of investment portfolio as at June 30, 2020 (unaudited)

| Number of units/shares | Investments | Average Cost \$ | Fair Value \$ | Percentage % |
|--|---|-----------------------|---------------------|-----------------|
| Fixed income mutual funds (44.8%) | | | | |
| 6,577,673 | AGF Emerging Markets Bond Fund, Series MF | 64,895 | 64,284 | 7.7% |
| 12,817,967 | AGF Fixed Income Plus Fund, Series MF | 155,918 | 163,848 | 19.6% |
| 7,122,768 | AGF Floating Rate Income Fund, Series MF | 69,735 | 62,044 | 7.4% |
| 16,958,066 | AGF High Yield Bond Fund, Series MF | 94,374 | 84,522 | 10.1% |
| | | 384,922 | 374,698 | 44.8% |
| Equity mutual funds (55.2%) | | | | |
| 17,683,609 | AGFiQ Dividend Income Fund, Series MF | 244,088 | 257,590 | 30.8% |
| 7,189,855 | AGF Global Dividend Fund, Series MF | 181,683 | 204,685 | 24.4% |
| | | 425,771 | 462,275 | 55.2% |
| Total Investments | | 810,693 | 836,973 | 100.0% |

Note: Percentages shown are calculated as investments at fair value divided by net assets attributable to holders of redeemable units as at June 30, 2020.

Primerica Concert™ Allocation Series of Funds


Primerica Income Fund

Statements of financial position (unaudited)

| | June 30, 2020 | December 31, 2019 |
|--|-------------------|----------------------|
| Assets | | |
| Current assets | | |
| Investments | \$ 284,464 | \$ 280,463 |
| Cash | 167 | 175 |
| Subscriptions receivable | 116 | 402 |
| Receivable for investments sold | 342 | - |
| Management fee rebates receivable | 105 | 18 |
| Distributions receivable | 665 | - |
| | <u>285,859</u> | <u>281,058</u> |
| Liabilities | | |
| Current liabilities | | |
| Payable for investments purchased | 848 | 334 |
| Redemptions payable | 439 | 159 |
| Distributions payable | 4 | - |
| Accrued liabilities (note 7) | 118 | 116 |
| | <u>1,409</u> | <u>609</u> |
| Net assets attributable to holders of redeemable units (note 6) | <u>\$ 284,450</u> | <u>\$ 280,449</u> |
| Net assets attributable to holders of redeemable units per unit | <u>\$ 9.99</u> | <u>\$ 10.24</u> |

Approved by the Board of Directors of PFSL Fund Management Ltd., the Manager





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

Primerica Concert™ Allocation Series of Funds

Primerica Income Fund

(in thousands of Canadian dollars except per unit amounts)

Statements of comprehensive income (loss) (unaudited)

| Six months ended June 30 | 2020 | 2019 |
|--|-------------------|------------------|
| Income | | |
| Net gain (loss) on investments | | |
| Distributions from underlying funds | \$ 2,545 | \$ 2,357 |
| Net realized gain (loss) | (429) | 233 |
| Net change in unrealized appreciation (depreciation) | (4,618) | 16,225 |
| Net gain (loss) on investments | (2,502) | 18,815 |
| Management fee rebates (note 7) | 474 | 432 |
| Interest and other income | 2 | 4 |
| Total income (loss), net | (2,026) | 19,251 |
| Expenses | | |
| Management fees (note 7) | 632 | 577 |
| Unitholder servicing | 11 | 10 |
| Audit fees | 25 | 23 |
| Custodial fees | 4 | 16 |
| Legal fees (note 7) | 11 | 10 |
| Interest | 1 | 1 |
| Registration fees | 10 | 9 |
| Unitholder reporting costs | 2 | 1 |
| Independent review committee fees (note 7) | 6 | 6 |
| Total expenses | 702 | 653 |
| Increase (decrease) in net assets attributable to holders of redeemable units (note 9) | \$ (2,728) | \$ 18,598 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit (note 9) | \$ (0.10) | \$ 0.74 |

Statements of changes in net assets attributable to holders of redeemable units (unaudited)

| Six months ended June 30 | 2020 | 2019 |
|--|-------------------|-------------------|
| Net assets attributable to holders of redeemable units at January 1 | \$ 280,449 | \$ 236,632 |
| Increase (decrease) in net assets attributable to holders of redeemable units | (2,728) | 18,598 |
| Distributions to holders of redeemable units | | |
| From net investment income | (4,156) | (3,807) |
| Total distributions to holders of redeemable units | (4,156) | (3,807) |
| Redeemable unit transactions | | |
| Proceeds from redeemable units issued | 36,141 | 31,976 |
| Reinvestments of distributions to holders of redeemable units | 4,131 | 3,797 |
| Redemption of redeemable units | (29,387) | (23,248) |
| Net increase from redeemable unit transactions | 10,885 | 12,525 |
| Net increase in net assets attributable to holders of redeemable units | 4,001 | 27,316 |
| Net assets attributable to holders of redeemable units at June 30 (note 6) | \$ 284,450 | \$ 263,948 |

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

Primerica Concert™ Allocation Series of Funds

Primerica Income Fund

(in thousands of Canadian dollars)

Statements of cash flows (unaudited)

Six months ended June 30

2020

2019

Cash flows from operating activities

Increase (decrease) in net assets attributable to holders of redeemable units

\$ (2,728) \$ 18,598

Adjustments for:

Change in management fee rebates receivable

(87) (7)

Change in accrued liabilities

2 7

Net realized (gain) loss on sale of investments

429 (233)

Net change in unrealized (appreciation) depreciation of investments

4,618 (16,225)

Non-cash distributions from underlying funds

(2,545) (2,357)

Purchases of investments

(20,191) (13,090)

Proceeds from sale of investments

13,195 4,603

Net cash used by operating activities

(7,307) (8,704)

Cash flows from financing activities

Distributions paid to holders of redeemable units, net of reinvested distributions

(21) (6)

Proceeds from issuances of redeemable units

36,427 31,855

Amounts paid on redemption of redeemable units

(29,107) (23,020)

Net cash generated by financing activities

7,299 8,829

Net increase (decrease) in cash

(8) 125

Cash at beginning of period

175 45

Cash at end of period

\$ 167 \$ 170

Supplemental information

Interest received*

\$ 3 \$ 4

Interest paid*

\$ 1 \$ 1

* Included as part of Cash flows from operating activities

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

Primerica Concert™ Allocation Series of Funds

Primerica Income Fund

(in thousands of Canadian dollars except unit/share amounts)

Schedule of investment portfolio as at June 30, 2020 (unaudited)

| Number of units/shares | Investments | Average Cost \$ | Fair Value \$ | Percentage % |
|--|---|-----------------------|---------------------|-----------------|
| Fixed income mutual funds (64.9%) | | | | |
| 2,168,852 | AGF Emerging Markets Bond Fund, Series MF | 21,396 | 21,196 | 7.5% |
| 8,901,630 | AGF Fixed Income Plus Fund, Series MF | 109,281 | 113,787 | 40.0% |
| 2,426,297 | AGF Floating Rate Income Fund, Series MF | 23,708 | 21,135 | 7.4% |
| 5,716,695 | AGF High Yield Bond Fund, Series MF | 32,204 | 28,493 | 10.0% |
| | | 186,589 | 184,611 | 64.9% |
| Equity mutual funds (35.1%) | | | | |
| 2,998,875 | AGFiQ Dividend Income Fund, Series MF | 39,842 | 43,683 | 15.4% |
| 1,973,047 | AGF Global Dividend Fund, Series MF | 51,026 | 56,170 | 19.7% |
| | | 90,868 | 99,853 | 35.1% |
| Total Investments | | 277,457 | 284,464 | 100.0% |

Note: Percentages shown are calculated as investments at fair value divided by net assets attributable to holders of redeemable units as at June 30, 2020.

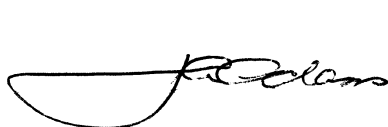
Primerica Concert™ Allocation Series of Funds

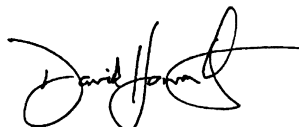
Primerica Canadian Money Market Fund

Statements of financial position (unaudited)

| | June 30, 2020 | December 31, 2019 |
|--|------------------|----------------------|
| Assets | | |
| Current assets | | |
| Investments | \$ 34,753 | \$ 21,844 |
| Cash | - | 6 |
| Subscriptions receivable | 255 | 44 |
| Receivable for investments sold | - | 3 |
| Management fee rebates receivable | 12 | 1 |
| Other assets | - | 2 |
| | <u>35,020</u> | <u>21,900</u> |
| Liabilities | | |
| Current liabilities | | |
| Payable for investments purchased | 210 | - |
| Redemptions payable | 45 | 47 |
| Distributions payable | 3 | 3 |
| Accrued liabilities (note 7) | 9 | 5 |
| | <u>267</u> | <u>55</u> |
| Net assets attributable to holders of redeemable units (note 6) | <u>\$ 34,753</u> | <u>\$ 21,845</u> |
| Net assets attributable to holders of redeemable units per unit | <u>\$ 10.00</u> | <u>\$ 10.00</u> |

Approved by the Board of Directors of PFSL Fund Management Ltd., the Manager





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

Primerica Concert™ Allocation Series of Funds

Primerica Canadian Money Market Fund

(in thousands of Canadian dollars except per unit amounts)

Statements of comprehensive income (unaudited)

Six months ended June 30

| | 2020 | 2019 |
|---|----------------|----------------|
| Income | | |
| Net gain on investments | | |
| Distributions from underlying funds (note 11) | \$ 6 | \$ 23 |
| Net gain on investments | 6 | 23 |
| Management fee rebates (note 7) | 47 | 34 |
| Interest and other income (note 11) | 1 | 1 |
| Total income, net | <u>54</u> | <u>58</u> |
| Expenses | | |
| Management fees (note 7) | 66 | 48 |
| Unitholder servicing | 1 | 1 |
| Audit fees | 25 | 23 |
| Custodial fees | - | 5 |
| Legal fees (note 7) | 11 | 10 |
| Interest | 1 | 1 |
| Registration fees | 12 | 11 |
| Independent review committee fees (note 7) | 6 | 6 |
| Total expenses | <u>122</u> | <u>105</u> |
| Less | | |
| Management fees absorbed by the Manager (note 7) | (20) | (14) |
| Expenses absorbed by the Manager (note 7) | (55) | (57) |
| Total expenses net of absorption | <u>47</u> | <u>34</u> |
| Increase in net assets attributable to holders of redeemable units (note 9) | <u>\$ 7</u> | <u>\$ 24</u> |
| Increase in net assets attributable to holders of redeemable units per unit (note 9) | <u>\$ 0.00</u> | <u>\$ 0.01</u> |

Statements of changes in net assets attributable to holders of redeemable units (unaudited)

Six months ended June 30

| | 2020 | 2019 |
|--|-------------------------|-------------------------|
| Net assets attributable to holders of redeemable units at January 1 | <u>\$ 21,845</u> | <u>\$ 23,286</u> |
| Increase in net assets attributable to holders of redeemable units | <u>7</u> | <u>24</u> |
| Distributions to holders of redeemable units | | |
| From net investment income | (7) | (24) |
| Total distributions to holders of redeemable units | <u>(7)</u> | <u>(24)</u> |
| Redeemable unit transactions | | |
| Proceeds from redeemable units issued | 27,370 | 6,567 |
| Reinvestments of distributions to holders of redeemable units | 7 | 24 |
| Redemption of redeemable units | (14,469) | (8,880) |
| Net increase (decrease) from redeemable unit transactions | <u>12,908</u> | <u>(2,289)</u> |
| Net increase (decrease) in net assets attributable to holders of redeemable units | <u>12,908</u> | <u>(2,289)</u> |
| Net assets attributable to holders of redeemable units at June 30 (note 6) | <u><u>\$ 34,753</u></u> | <u><u>\$ 20,997</u></u> |

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

Primerica Concert™ Allocation Series of Funds

Primerica Canadian Money Market Fund

(in thousands of Canadian dollars)

Statements of cash flows (unaudited)

| Six months ended June 30 | 2020 | 2019 |
|--|-----------------|----------------|
| Cash flows from operating activities | | |
| Increase in net assets attributable to holders of redeemable units | \$ 7 | \$ 24 |
| Adjustments for: | | |
| Change in management fee rebates receivable | (11) | - |
| Change in other assets | 2 | 4 |
| Change in accrued liabilities | 4 | (2) |
| Non-cash distributions from underlying funds (note 11) | (6) | (23) |
| Purchases of investments (note 11) | (18,980) | (2,413) |
| Proceeds from sale of investments | 6,290 | 4,729 |
| Net cash generated (used) by operating activities | (12,694) | 2,319 |
| Cash flows from financing activities | | |
| Distributions paid to holders of redeemable units, net of reinvested distributions | - | 1 |
| Proceeds from issuances of redeemable units | 27,159 | 6,556 |
| Amounts paid on redemption of redeemable units | (14,471) | (8,876) |
| Net cash generated (used) by financing activities | 12,688 | (2,319) |
| Net decrease in cash | (6) | - |
| Cash at beginning of period | 6 | - |
| Cash at end of period | \$ - | \$ - |
| Supplemental information | | |
| Interest received* (note 11) | \$ 1 | \$ 1 |
| Interest paid* | \$ 1 | \$ 1 |

* Included as part of Cash flows from operating activities

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

Primerica Concert™ Allocation Series of Funds

Primerica Canadian Money Market Fund

(in thousands of Canadian dollars except unit/share amounts)

Schedule of investment portfolio as at June 30, 2020 (unaudited)

| Number of units/shares | Investments | Average Cost \$ | Fair Value \$ | Percentage % |
|--|---|-----------------------|---------------------|-----------------|
| Canadian money market mutual funds (100%) | | | | |
| 3,475,347 | AGF Canadian Money Market Fund, Series MF | 34,753 | 34,753 | 100.0% |
| Total Investments | | 34,753 | 34,753 | 100.0% |

Note: Percentages shown are calculated as investments at fair value divided by net assets attributable to holders of redeemable units as at June 30, 2020.

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

Primerica Concert™ Allocation Series of Funds

Notes to Financial Statements (unaudited)

1 General information

The Primerica Concert™ Allocation Series of Funds consists of the following Funds (“Funds”):

| | Date of declaration of trust |
|---|------------------------------|
| Primerica Global Equity Fund | August 15, 1997 |
| Primerica Canadian Balanced Growth Fund | August 15, 1997 |
| Primerica Global Balanced Growth Fund | August 15, 1997 |
| Primerica Balanced Yield Fund | August 15, 1997 |
| Primerica Income Fund | August 15, 1997 |
| Primerica Canadian Money Market Fund | November 28, 2001 |

The Funds are open-ended mutual fund trusts established under the laws of Ontario and are governed by the Declarations of Trust dated above, as amended from time to time. The address of the Funds’ registered office is 6985 Financial Drive, Suite 400, Mississauga, Ontario, Canada. The Funds are asset allocation funds with varying investment objectives. Each Fund allocates its assets amongst equities and fixed income securities primarily by investing in one or more underlying funds managed by AGF Investments Inc. (underlying funds). The underlying funds invest in Canadian, U.S. and other international equity securities and fixed income securities. The financial statements are presented in Canadian dollars. All financial information presented in Canadian dollars has been rounded to the nearest thousand, except where otherwise explicitly stated. These financial statements were authorized for issue by PFSL Fund Management Ltd. (the Manager) on August 18, 2020.

2 Basis of presentation

These financial statements have been prepared in compliance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”), applicable to the preparation of interim financial statements, including International Accounting Standard (“IAS”) 34 *Interim Financial Reporting*. The Funds have consistently applied the accounting policies used in the preparation of the most recent audited annual financial statements for the year ended December 31, 2019, where applicable. These financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities at fair value through profit or loss (“FVTPL”).

3 Summary of significant accounting policies

Financial instruments

The Funds classify their investments based on both the Funds’ business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The Funds’ portfolios of investments are managed and performance is evaluated on a fair value basis. The Funds are primarily focused on fair value information and use that information to assess the assets’ performance and to make decisions. The contractual cash flows of the Funds’ investments in underlying funds are not solely payments of principal and interest, and these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Funds’ business model objective. Consequently, all investments in underlying funds are classified and measured at FVTPL.

The Manager and its Board of Directors evaluate the information about these financial assets on a fair value basis together with other related financial information.

Other financial assets (held for collection) and other financial liabilities are measured at amortized cost. Under this method, financial assets and liabilities reflect the amount required to be received or paid, discounted,

Primerica ConcertTM Allocation Series of Funds

Notes to Financial Statements (unaudited)

where appropriate at the contract's effective interest rate. Due to their short-term nature, the fair value of other financial assets and financial liabilities carried at amortized cost approximates their carrying amount.

Revenue recognition

Interest income from cash is recognized on an accrual basis. Distributions from underlying funds are recognized as income on the distribution date. Distributions from underlying funds may include a combination of capital gains/(losses), Canadian and foreign dividends, and interest income. The cost of investments is determined using the average cost method.

Classification and measurement of redeemable units

The Funds' outstanding redeemable units are classified as financial liabilities in accordance with the requirements of IAS 32 *Financial Instruments: Presentation*. In accordance with the Declarations of Trust, the Funds are required to make distributions of taxable income each year and unitholders may request such distributions to be paid in cash. As a result, the Funds' units contain contractual obligations in addition to their ongoing redemption feature and are therefore classified as financial liabilities as they do not qualify for classification as equity. The Funds' obligation for net assets attributable to holders of redeemable units is presented at the redemption amount.

Fair value measurement

Purchases and sales of financial assets are recognized at their trade date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of the underlying funds is based on the series' net asset value ("NAV") on the reporting date. The Funds' policy is to recognize transfers into and out of the fair value hierarchy levels as of the date of the event or change in circumstances giving rise to the transfer. The Funds' accounting policies for measuring the fair value of its investments are identical to those used in measuring its NAV for transactions with unitholders. Refer to Note 5 for further information about the Funds' fair value measurements.

Cash

Cash is comprised of deposits with financial institutions. Bank overdraft positions are presented in current liabilities in the statements of financial position. Cash is reported at amortized cost which closely approximates its fair value due to its nature of being highly liquid.

Increase (decrease) in net assets attributable to holders of redeemable units per unit

The increase (decrease) in net assets attributable to holders of redeemable units per unit is calculated by dividing the increase (decrease) in net assets attributable to holders of redeemable units by the weighted average number of units outstanding during the period. Refer to Note 9 for the calculation.

Taxation

The Funds qualify as mutual fund trusts under the *Income Tax Act (Canada)*. In accordance with the terms of the Declarations of Trust, all of the Funds' net income for tax purposes and sufficient net capital gains realized in any period are distributed to unitholders in the taxation year such that no income tax is payable by the Funds (after taking into account applicable capital gains tax refunds and prior year unutilized losses). Under existing tax legislation, the net investment income and capital gains paid to unitholders are taxable in the hands of the unitholders and not in the Funds. As a result, the Funds do not record income taxes. Since the Funds do not record income taxes, tax benefits of capital and non-capital losses have not been reflected in the statements of financial position as a deferred income tax asset. Refer to Note 10 for the Funds' unused capital and non-capital losses carried forward.

Distributions made in accordance with the Declarations of Trust will first be made out of net income and net taxable capital gains. Amounts paid in excess of net income and capital gains will constitute a return of

Primerica ConcertTM Allocation Series of Funds

Notes to Financial Statements (unaudited)

capital. A return of capital is generally not taxable to unitholders but will reduce the adjusted cost base of the units held.

Receivable for investments sold and payable for investments purchased

Receivable for investments sold and payable for investments purchased represent trades that have been contracted for but not yet settled or delivered on the statements of financial position dates. These amounts are recognized initially at fair value and subsequently measured at amortized cost. At each reporting date, the Funds measure the loss allowance on receivable for investments sold at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Funds measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the counterparty, probability that the counterparty will enter bankruptcy or financial reorganization, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by the Manager as any contractual payment which is more than 30 days past due or a significant deterioration in a counterparty credit quality. Any contractual payment which is more than 90 days past due is considered credit impaired.

Investment entity

The Funds have determined that they meet the definition of “investment entity”. An investment entity is an entity that (i) obtains funds from one or more investors for the purpose of providing them with investment management services; (ii) commits to its investors that its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and (iii) measures and evaluates the performance of substantially all of its investments on a fair value basis. As a result, the Funds do not consolidate their investment in subsidiaries, if any, but instead measure these at FVTPL.

Investments in unconsolidated structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements.

The Funds have determined all of their investments in underlying funds meet the definition of a structured entity. The underlying funds are concluded to be structured entities as (i) the voting rights in these funds are not dominant factors in deciding control; (ii) their activities are restricted by prospectus and management agreements; and (iii) there are narrow and well defined objectives to provide investment opportunities for investors while passing on associated risk and rewards. The Funds invest in underlying funds that invest in Canadian, U.S., and other international companies, and in Canadian money market investments. The underlying funds’ objectives range from providing the maximum income while preserving capital and liquidity, providing a high level of income, providing a high level of income along with long-term capital growth to providing long-term capital growth. The underlying funds are managed by unrelated asset managers and apply various investment strategies to accomplish their investment objectives. The underlying funds finance their operations by issuing redeemable shares or units which are puttable at the holder’s option and entitle the holder to a proportional stake in the respective fund’s net assets.

The Funds hold redeemable shares or units in each of the underlying funds, which are included at their fair value in the statements of financial position, and represent the Funds’ exposure in these underlying funds. The change in fair value of each of the underlying funds during the reporting periods is included in net change in unrealized appreciation (depreciation) in the statements of comprehensive income. The Funds do not provide and have not committed to provide any additional significant financial or other support to the underlying funds.

Primerica ConcertTM Allocation Series of Funds

Notes to Financial Statements (unaudited)

Future accounting changes

The Funds have determined there are no material implications to the Funds' financial statements arising from IFRS issued but not yet effective.

4 Critical accounting estimates and judgements

The preparation of financial statements requires management to use judgement in applying its accounting policies and to make estimates and assumptions about the future. The following discusses the most significant accounting judgements and estimates made in preparing the financial statements:

Classification of financial instruments

In classifying and measuring financial instruments held by the Funds, the Manager is required to make significant judgements in determining the most appropriate classification in accordance with IFRS 9 *Financial Instruments* ("IFRS 9"). The Manager has assessed the Funds' business model, the manner in which all financial assets and financial liabilities are managed and performance of investments evaluated on a fair value basis, and concluded that FVTPL in accordance with IFRS 9 provides the most appropriate measurement and presentation of the Funds' investments and that amortized cost provides the most appropriate measurement and presentation of the Funds' other financial assets and financial liabilities.

Investment entity

In determining whether the Funds are investment entities, the Manager may be required to make significant judgements about whether the Funds have the typical characteristics of an investment entity. Certain Funds may invest in only one underlying fund (or have only one investor or have investors that are its related parties), however, consistent with the investment entity definition, each Fund primarily obtains funds from one or more investors for the purpose of providing investment management services, commits to its investors that the business purpose is to invest the funds solely for returns from capital appreciation, investment income or both, and measures and evaluates the performance of its investments on a fair value basis.

5 Risks associated with financial instruments

The Funds' activities expose it to a variety of risks associated with financial instruments, including: credit risk, liquidity risk and market risk (including price risk, foreign exchange risk, and interest rate risk). The Funds' overall risk management program seeks to maximize the returns derived for the level of risk to which the Funds are exposed and seeks to minimize potential adverse effects on the Funds' financial performance. All investments result in a risk of loss of capital.

COVID-19 (coronavirus disease) pandemic has caused volatility and decline in global financial markets as well as significant disruptions to global business activity. As global financial markets react to this disruption, values of certain securities of many issuers have been adversely impacted beginning in March 2020. The impact of unanticipated market disruptions, including COVID-19, may exacerbate pre-existing political, social or economic risk, and may disproportionately affect certain issuers, industries or types of securities. Such unanticipated market and economic disruptions, including COVID-19, may be short-term or may last for an extended period of time, and could have effects that cannot necessarily be presently foreseen.

Credit risk

The Funds are exposed to credit risk, which is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

For other financial assets at amortized cost, the Manager considers both historical analysis and forward looking information in determining any expected credit loss. At June 30, 2020 and December 31, 2019, all amounts for subscriptions receivable, receivable for investments sold, management fee rebates receivable, distributions receivable, other assets, and cash are held with counterparties that are creditworthy and settled within 30 days.

Primerica Concert™ Allocation Series of Funds

Notes to Financial Statements (unaudited)

The Manager considers the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognized based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Funds.

The Funds may have indirect exposure to debt securities and derivative contracts through their investments in underlying funds.

The table below summarizes the credit quality of the Primerica Canadian Money Market Fund's underlying fund investments at June 30, 2020 and December 31, 2019.

| Portfolio by credit rating | Percentage of underlying fund NAV | |
|----------------------------|-----------------------------------|-------------------|
| | June 30, 2020 | December 31, 2019 |
| AAA | 64.5 | 28.5 |
| AA | 17.9 | 22.3 |
| A | 17.7 | 49.5 |
| | 100.1 | 100.3 |

Liquidity risk

Liquidity risk is the risk that the Funds will encounter difficulty in meeting obligations associated with financial liabilities. The Funds are exposed to potential daily cash redemptions. The Funds' net assets attributable to holders of redeemable units are due on demand. The Funds maintain substantially all of their assets in investments that can be readily disposed of through market facilities. In addition, the Funds can borrow up to 5% of their NAV for the purposes of funding redemptions.

The Manager monitors the Funds' liquidity position on a daily basis. All current liabilities at June 30, 2020 and December 31, 2019 are due within three months.

Each Fund may be exposed to indirect liquidity risk in the event that the underlying fund(s) suspends redemptions resulting in the Funds being unable to redeem their investments.

Market risk

The Funds' investments are subject to market risk which is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The following includes sensitivity analyses that show how the net assets attributable to holders of redeemable units would have been affected by a reasonably possible change in the relevant risk variable at each reporting date. In practice, the actual results may differ and the differences could be material.

(a) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Funds' direct exposure to currency risk is minimal as the units/shares of the underlying funds held are valued in Canadian dollars. The Funds may be exposed to indirect currency risk in the event that the underlying funds invest in monetary assets denominated in currencies other than Canadian dollars. The underlying funds may enter into foreign exchange forward contracts to reduce their foreign currency exposure.

(b) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Funds hold a limited amount of cash subject to variable interest rates which exposes the Funds to cash flow interest rate risk. The Funds hold the majority of their investments in underlying funds, which can be subject to significant amounts of risk due to changes in market

Primerica Concert™ Allocation Series of Funds

Notes to Financial Statements (unaudited)

interest rates. Each Fund may be exposed to indirect interest rate risk in the event that the underlying funds invest in interest-bearing financial instruments.

As at June 30, 2020 and December 31, 2019, the Primerica Global Equity Fund's exposure to interest rate risk is minimal as 100% of its portfolio was invested in equity funds, and the Primerica Canadian Money Market Fund's exposure to interest rate risk is minimal as 100% of its portfolio was invested in money market funds which have minimal sensitivity to changes in interest rates as securities are usually held to maturity and tend to be short-term in nature. The following Funds are exposed to interest rate risk as their portfolio was invested in fixed income funds.

| | Percentage of Net Assets invested in fixed income funds | |
|---|---|-------------------|
| | June 30, 2020 | December 31, 2019 |
| Primerica Canadian Balanced Growth Fund | 19.4 | 19.7 |
| Primerica Global Balanced Growth Fund | 19.9 | 24.6 |
| Primerica Balanced Yield Fund | 44.8 | 45.1 |
| Primerica Income Fund | 64.9 | 65.0 |

(c) Other price risk

The Funds are exposed to other price risk, which is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices, other than those arising from interest rate risk or currency risk. The investments of the Primerica Global Equity Fund, Primerica Canadian Balanced Growth Fund, Primerica Global Balanced Growth Fund, Primerica Balanced Yield Fund and Primerica Income Fund are subject to the risk of changes in the prices of equity securities held by the underlying funds. The Manager aims to moderate this risk through a selection and diversification of underlying funds within the limits of the Funds' investment objectives and strategy. While many of the Funds aim to maintain target allocations between equity and fixed income underlying funds, the Funds do not have fixed percentages for each asset class, geographic region or investment style. Actual allocations will vary from time to time as the Funds are actively managed with the objective of achieving their investment objectives. Currently, the Primerica Global Equity Fund aims to maintain 100% of its portfolio invested in mutual funds that hold equity securities. The Primerica Canadian Balanced Growth Fund and the Primerica Global Balanced Growth Fund aims to maintain approximately 80% of its portfolio invested in underlying mutual funds that hold equity securities and 20% of its portfolio invested in underlying mutual funds that hold fixed income securities. The Primerica Balanced Yield Fund aims to maintain approximately 55% of its portfolio invested in mutual funds that hold equity securities and 45% of its portfolio invested in mutual funds that hold fixed income securities. The Primerica Income Fund aims to maintain up to 35% of its portfolio invested in mutual funds that hold equity securities and at least 65% of its portfolio invested in mutual funds that hold bonds and other fixed income securities. The Primerica Canadian Money Market Fund invests primarily in one or more money market underlying funds. The Primerica Global Equity Fund, Primerica Canadian Balanced Growth Fund, Primerica Global Balanced Growth Fund, Primerica Balanced Yield Fund and Primerica Income Fund may deviate from these guidelines and are not bound by fixed limits on asset class exposures. The Funds' overall market position is monitored on a daily basis by the Manager.

As at June 30, 2020 a 10% and at December 31, 2019 a 5% increase or decrease in the price of the underlying funds, with all other variables held constant, would have increased or decreased the net assets attributable to holders of redeemable units of the Funds by approximately the amounts disclosed in the following table.

Primerica Concert™ Allocation Series of Funds

Notes to Financial Statements (unaudited)

| | June 30, 2020 | December 31, 2019 |
|---|----------------------|--------------------------|
| | (Millions) | (Millions) |
| Primerica Global Equity Fund | 116.9 | 63.2 |
| Primerica Canadian Balanced Growth Fund | 82.4 | 46.2 |
| Primerica Global Balanced Growth Fund | 112.8 | 61.4 |
| Primerica Balanced Yield Fund | 83.7 | 42.0 |
| Primerica Income Fund | 28.4 | 14.0 |
| Primerica Canadian Money Market Fund | 3.5 | 1.1 |

(d) Investing in underlying funds risk

The Funds' investments in underlying funds are subject to the terms and conditions of the respective underlying fund's offering documentation and are susceptible to market price risk arising from uncertainties about future values of those underlying funds. The Manager makes investment decisions after extensive due diligence of the underlying fund, its strategy and the overall quality of the underlying fund's manager. All of the underlying funds in the investment portfolios are managed by portfolio managers who are compensated by the respective underlying fund for their services. Such compensation generally consists of an asset-based fee and is reflected in the valuation of the Funds' investment in each of the underlying funds.

The right of the Funds to request redemption of their investments in underlying funds is daily, any day that the Toronto Stock Exchange is open.

The exposure to investments in underlying funds at fair value by Fund is disclosed in the following tables. These investments are included in investments in the statements of financial position.

| | June 30, 2020 | | |
|---|-------------------------|----------------------------|-----------------------|
| | Number of | Net Asset Value | Investment |
| | underlying funds | of underlying funds | carrying value |
| | | (millions) | (millions) |
| Primerica Global Equity Fund | 5 | 6,381 | 1,169 |
| Primerica Canadian Balanced Growth Fund | 7 | 6,072 | 824 |
| Primerica Global Balanced Growth Fund | 8 | 8,459 | 1,128 |
| Primerica Balanced Yield Fund | 6 | 6,406 | 837 |
| Primerica Income Fund | 6 | 6,406 | 284 |
| Primerica Canadian Money Market Fund | 1 | 160 | 35 |

| | December 31, 2019 | | |
|---|--------------------------|----------------------------|-----------------------|
| | Number of | Net Asset Value | Investment |
| | underlying funds | of underlying funds | carrying value |
| | | (millions) | (millions) |
| Primerica Global Equity Fund | 6 | 7,973 | 1,264 |
| Primerica Canadian Balanced Growth Fund | 7 | 7,266 | 924 |
| Primerica Global Balanced Growth Fund | 7 | 8,550 | 1,228 |
| Primerica Balanced Yield Fund | 5 | 6,716 | 839 |
| Primerica Income Fund | 5 | 6,716 | 280 |
| Primerica Canadian Money Market Fund | 1 | 105 | 22 |

The Funds' maximum exposure to loss from their investments in underlying funds is equal to the total carrying value of their investments in underlying funds included in investments in the statements of financial position.

Primerica Concert™ Allocation Series of Funds

Notes to Financial Statements (unaudited)

Once a Fund has disposed of its shares/units in an underlying fund, it ceases to be exposed to any risk from that underlying fund.

The Funds' investment strategy entails trading in underlying funds on a regular basis. Total purchases in underlying funds, including reinvested distributions, for the six months ended June 30, 2020 and 2019 is disclosed in the following table:

| | June 30, 2020 | June 30, 2019 |
|---|----------------------|----------------------|
| | (Millions) | (Millions) |
| Primerica Global Equity Fund | 36.6 | 36.6 |
| Primerica Canadian Balanced Growth Fund | 20.3 | 3.5 |
| Primerica Global Balanced Growth Fund | 31.1 | 25.8 |
| Primerica Balanced Yield Fund | 64.4 | 51.8 |
| Primerica Income Fund | 22.6 | 15.5 |
| Primerica Money Market Fund | 19.2 | 2.4 |

In addition to the purchases in underlying funds disclosed in the above table, the following are non-cash purchases that were funded by proceeds from sales in underlying funds for the six months ended June 30, 2020, resulting from a reallocation within the Funds. For the six months ended June 30, 2019, there were non-cash transactions relating to underlying fund mergers.

| | June 30, 2020 | June 30, 2019 |
|---|----------------------|----------------------|
| | (Millions) | (Millions) |
| Primerica Global Equity Fund | 186.4 | 58.8 |
| Primerica Canadian Balanced Growth Fund | 101.9 | 188.8 |
| Primerica Global Balanced Growth Fund | 197.5 | - |
| Primerica Balanced Yield Fund | 67.0 | - |
| Primerica Income Fund | 22.0 | - |

As at June 30, 2020 and December 31, 2019, there were no capital commitment obligations to underlying funds. As at June 30, 2020 and December 31, 2019, payable for investments purchased as shown on the statements of financial position are amounts due to underlying funds for unsettled purchases.

During the six months ended June 30, 2020 and 2019, net realized gains (losses) as shown on the statements of comprehensive income are net realized gains (losses) earned on investments in underlying funds.

Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, asset type, industry sector or counterparty exposure. The Funds are 100% invested in underlying funds managed by AGF.

As at June 30, 2020 and December 31, 2019, the Funds' major portfolio categories, as a percentage of Net Assets, are included in the following tables:

Portfolio by asset type and geographical location:

| | 2020 | 2019 |
|-------------------------------------|--------------|--------------|
| | % | % |
| Primerica Global Equity Fund | | |
| Equity mutual funds - Canadian | 20.2 | 9.9 |
| Equity mutual funds - International | 79.8 | 90.1 |
| | <u>100.0</u> | <u>100.0</u> |

Primerica Concert™ Allocation Series of Funds

Notes to Financial Statements (unaudited)

| | 2020 % | 2019 % |
|--|--------------|--------------|
| Primerica Canadian Balanced Growth Fund | | |
| Fixed income mutual funds - Canadian | 9.2 | 9.7 |
| Fixed income mutual funds - International | 10.2 | 10.0 |
| Equity mutual funds - Canadian | 45.8 | 39.9 |
| Equity mutual funds - International | 34.8 | 40.4 |
| | <u>100.0</u> | <u>100.0</u> |
| Primerica Global Balanced Growth Fund | | |
| Fixed income mutual funds - Canadian | 9.7 | 9.7 |
| Fixed income mutual funds - International | 10.2 | 14.9 |
| Equity mutual funds - Canadian | 15.8 | 10.1 |
| Equity mutual funds - International | 64.3 | 65.3 |
| | <u>100.0</u> | <u>100.0</u> |
| Primerica Balanced Yield Fund | | |
| Fixed income mutual funds - Canadian | 19.6 | 20.0 |
| Fixed income mutual funds - International | 25.2 | 25.1 |
| Equity mutual funds - Canadian | 30.8 | 29.9 |
| Equity mutual funds - International | 24.4 | 25.0 |
| | <u>100.0</u> | <u>100.0</u> |
| Primerica Income Fund | | |
| Fixed income mutual funds - Canadian | 40.0 | 39.9 |
| Fixed income mutual funds - International | 24.9 | 25.1 |
| Equity mutual funds - Canadian | 15.4 | 15.0 |
| Equity mutual funds - International | 19.7 | 20.0 |
| | <u>100.0</u> | <u>100.0</u> |
| Primerica Canadian Money Market Fund | | |
| Fixed income mutual funds - Canadian | <u>100.0</u> | <u>100.0</u> |

The table below summarizes the portfolio by sector of the Primerica Canadian Money Market Fund's underlying fund investments, as a percentage of Net Assets, at June 30, 2020 and at December 31, 2019.

Portfolio by sector:

| | 2020 % | 2019 % |
|-----------------------------------|--------------|--------------|
| Treasury bills | 85.8 | 46.2 |
| Promissory notes | 7.8 | 6.9 |
| Short-term deposits | 2.6 | 3.9 |
| Banker's acceptances | 1.9 | 42.1 |
| Government guaranteed investments | 1.2 | - |
| Corporate bonds | 0.8 | 1.2 |
| | <u>100.1</u> | <u>100.3</u> |

Capital risk management

Units issued and outstanding are considered to be the capital of the Funds. The Funds do not have any specific capital requirements on the subscription and redemption of units, other than certain minimum subscription requirements. Unitholders are entitled to require payment of the net asset value per unit of each Fund for all or any of the units of such unitholder by giving written notice to the Manager. The written notice must be received no later than 4:00 p.m., Eastern Standard Time, on the valuation day upon which the units are to be redeemed. Changes in the Funds' capital during the periods are reflected in the statements of changes in net assets attributable to holders of redeemable units. The Manager is responsible for managing the capital of the Funds in accordance with the Funds' investment objectives and for managing liquidity in order to meet redemption requests. The units are redeemable for cash equal to a pro rata share of the Funds' NAV.

Primerica Concert™ Allocation Series of Funds

Notes to Financial Statements (unaudited)

Fair value measurement

The Funds classify fair value measurements within a hierarchy which gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy are:

Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date;

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and

Level 3: Inputs are unobservable for the asset or liability.

If inputs of different levels are used to measure an asset's or liability's fair value, the classification within the hierarchy is based on the lowest level input that is significant to the fair value measurement.

All investments measured at fair value at June 30, 2020 and at December 31, 2019 are classified in Level 1 of the fair value hierarchy. Fair values are classified as Level 1 when the related security is actively traded and a quoted price is available. If an instrument classified as Level 1 subsequently ceases to be actively traded, it is transferred out of Level 1. In such cases, instruments are reclassified into Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs, in which case it is classified as Level 3.

The Manager is responsible for performing the fair value measurements included in the financial statements of the Funds. The Funds' investments are classified as Level 1 as a reliable price is observable for the underlying funds. There were no financial instruments that were transferred into or out of Level 1 during the six months ended June 30, 2020 and the year ended December 31, 2019.

6 Redeemable units

Units issued and outstanding represent the capital of each Fund. Net assets attributable to holders of redeemable units per unit are determined by dividing the net assets attributable to holders of redeemable units of each Fund by the total number of units outstanding.

During the six months ended June 30, 2020 and 2019, the number of units issued, reinvested, redeemed and outstanding was as follows:

| | Primerica Global Equity Fund (000's) | | Primerica Canadian Balanced Growth Fund (000's) | |
|---|---|-------------|--|-------------|
| | 2020 | 2019 | 2020 | 2019 |
| Units outstanding - Beginning of period | 58,993 | 56,597 | 57,332 | 62,753 |
| Units issued for cash | 4,904 | 4,695 | 1,634 | 1,932 |
| Units issued on reinvestment of distributions | 3,282 | - | 405 | - |
| Units redeemed | (3,279) | (3,123) | (3,610) | (4,891) |
| Units outstanding - End of period | 63,900 | 58,169 | 55,761 | 59,794 |

Primerica Concert™ Allocation Series of Funds

Notes to Financial Statements (unaudited)

| | Primerica Global Balanced Growth Fund (000's) | | Primerica Balanced Yield Fund (000's) | |
|---|--|-------------|--|-------------|
| | 2020 | 2019 | 2020 | 2019 |
| Units outstanding - Beginning of period | 67,843 | 68,064 | 62,689 | 53,912 |
| Units issued for cash | 3,895 | 5,255 | 6,505 | 6,992 |
| Units issued on reinvestment of distributions | 1,628 | - | 1,304 | 1,122 |
| Units redeemed | (4,500) | (4,816) | (4,300) | (3,777) |
| Units outstanding - End of period | 68,866 | 68,503 | 66,198 | 58,249 |

| | Primerica Income Fund (000's) | | Primerica Canadian Money Market Fund (000's) | |
|---|--|-------------|---|-------------|
| | 2020 | 2019 | 2020 | 2019 |
| Units outstanding - Beginning of period | 27,397 | 24,607 | 2,184 | 2,329 |
| Units issued for cash | 3,620 | 3,178 | 2,737 | 657 |
| Units issued on reinvestment of distributions | 418 | 376 | 1 | 2 |
| Units redeemed | (2,968) | (2,316) | (1,447) | (888) |
| Units outstanding - End of period | 28,467 | 25,845 | 3,475 | 2,100 |

7 Related party transactions

Management of the Funds

(a) Management fees

Under the terms of each of the Funds' management agreement dated August 15, 1997, as amended (the management agreement for the Primerica Canadian Money Market Fund is dated November 28, 2001), the Funds appointed the Manager to provide management services, including the provision of key management personnel. The Funds' management fee is paid in consideration for services provided to each Fund, including:

- i. supervising the investment of each Fund's assets;
- ii. oversight of the services provided by third parties;
- iii. ensuring compliance with securities laws and regulations and with the policy statements of securities administrators; and
- iv. carrying on the undertaking of business by each Fund, all requisite office accommodation, office facilities and personnel, telephone and telecommunication services, stationery, office supplies, statistical and research services, bookkeeping, accounting and internal audit services in respect of the operations of each Fund and other usual and ordinary operational services.

The Manager charges 0.41% of the NAV of each of the Funds for management fees. Each Fund's management fee is variable as it represents the weighted average of the management fees paid by each underlying fund comprising the holdings of the Funds plus up to an additional 0.10% that the Fund is charged. The Funds receive management fee rebates from the underlying funds such that the incremental management fee to an investor in a Fund is limited to an amount not exceeding 0.10%. Management fees for the six months ended June 30, 2020 and 2019 were as follows:

Primerica Concert™ Allocation Series of Funds

Notes to Financial Statements (unaudited)

| | 2020 (\$000's) | | | 2019 (\$000's) | | |
|---|-------------------|---------|-----|-------------------|---------|-----|
| | Gross | Rebates | Net | Gross | Rebates | Net |
| Primerica Global Equity Fund | 2,618 | (1,970) | 648 | 2,567 | (1,929) | 638 |
| Primerica Canadian Balanced Growth Fund | 1,898 | (1,444) | 454 | 2,136 | (1,598) | 538 |
| Primerica Global Balanced Growth Fund | 2,581 | (1,922) | 659 | 2,653 | (1,995) | 658 |
| Primerica Balanced Yield Fund | 1,863 | (1,406) | 457 | 1,672 | (1,243) | 429 |
| Primerica Income Fund | 632 | (474) | 158 | 577 | (432) | 145 |
| Primerica Canadian Money Market Fund | 66 | (47) | 19 | 48 | (34) | 14 |

Accrued management fees payable to the Manager at June 30, 2020 and December 31, 2019 were as follows:

| | June 30, 2020 (\$000's) | December 31, 2019 (\$000's) |
|---|-------------------------------|-----------------------------------|
| | | |
| Primerica Global Equity Fund | 396 | 438 |
| Primerica Canadian Balanced Growth Fund | 279 | 322 |
| Primerica Global Balanced Growth Fund | 382 | 427 |
| Primerica Balanced Yield Fund | 283 | 291 |
| Primerica Income Fund | 95 | 97 |
| Primerica Canadian Money Market Fund | 9 | 5 |

Management fees for each Fund are disclosed in the statements of comprehensive income. Accrued management fees payable for each Fund are included with accrued liabilities on the statements of financial position.

(b) Expenses

Each Fund is responsible for paying the expenses associated with its day-to-day business affairs, including taxes, legal, audit, registration fees, unitholder reporting costs and the costs of unitholder administration. During the six months ended June 30, 2020 and 2019, operating expenses and management fees were absorbed by the Manager for certain funds, and are disclosed in the statements of comprehensive income. Absorption amounts are determined annually at the discretion of the Manager and the Manager can terminate the absorption at any time. During the six months ended June 30, 2020, the Manager absorbed management fees of \$20 (June 30, 2019: \$14) and expenses of \$55 (June 30, 2019: \$57) related solely to the Primerica Canadian Money Market Fund.

The amounts included in legal expenses incurred by each Fund that were paid to Primerica Life Insurance Company of Canada, a company wholly owned by Primerica Financial Services (Canada) Ltd., the sole owner of the Manager's parent company was \$2 for the six months ended June 30, 2020 (June 30, 2019: \$2).

Independent Review Committee ("IRC")

In accordance with National Instrument 81-107, the Manager has established an IRC for the Funds. The mandate of the IRC is to review and make recommendations with respect to, or in certain circumstances, approve, conflicts of interest matters but only if such matters are brought to it by the Manager. Remuneration paid to members of the IRC are charged to the Funds and the amounts are included in "Independent review committee fees" in the statements of comprehensive income.

8 Brokerage commissions and soft dollars

The Funds did not incur any brokerage commissions or other portfolio transaction costs during the six months ended June 30, 2020 and 2019.

Primerica Concert™ Allocation Series of Funds

Notes to Financial Statements (unaudited)

9 Increase (decrease) in net assets attributable to holders of redeemable units per unit

The increase (decrease) in net assets attributable to holders of redeemable units per unit for the six months ended June 30, 2020 and 2019 is calculated as follows:

| | Primerica Global Equity Fund | | Primerica Canadian Balanced Growth Fund | |
|---|--|-------------|--|-------------|
| | 2020 | 2019 | 2020 | 2019 |
| Increase (decrease) in net assets attributable to holders of redeemable units (\$000's) | \$ (125,105) | \$ 110,270 | \$ (70,166) | \$ 87,284 |
| Weighted average units outstanding during the period (000's) | 62,390 | 57,517 | 56,403 | 61,259 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit | \$ (2.01) | \$ 1.92 | \$ (1.24) | \$ 1.42 |
| | Primerica Global Balanced Growth Fund | | Primerica Balanced Yield Fund | |
| | 2020 | 2019 | 2020 | 2019 |
| Increase (decrease) in net assets attributable to holders of redeemable units (\$000's) | \$ (89,818) | \$ 100,636 | \$ (31,555) | \$ 62,501 |
| Weighted average units outstanding during the period (000's) | 68,817 | 68,404 | 64,687 | 56,073 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit | \$ (1.31) | \$ 1.47 | \$ (0.49) | \$ 1.11 |
| | Primerica Income Fund | | Primerica Canadian Money Market Fund | |
| | 2020 | 2019 | 2020 | 2019 |
| Increase (decrease) in net assets attributable to holders of redeemable units (\$000's) | \$ (2,728) | \$ 18,598 | \$ 7 | \$ 24 |
| Weighted average units outstanding during the period (000's) | 27,843 | 25,131 | 3,026 | 2,233 |
| Increase (decrease) in net assets attributable to holders of redeemable units per unit | \$ (0.10) | \$ 0.74 | \$ 0.00 | \$ 0.01 |

10 Tax losses carried forward

As at December 31, 2019 the following Funds had unused net capital losses and non-capital losses carried forward:

| | Net Capital losses* (\$000's) | Non-Capital losses (\$000's) |
|---|--|---|
| Primerica Canadian Balanced Growth Fund | 7,520 | - |
| Primerica Balanced Yield Fund | 21 | - |

*Net capital losses can be carried forward indefinitely for offset against capital gains in future years.

Primerica Concert™ Allocation Series of Funds

Notes to Financial Statements (unaudited)

11 Comparative financial information

Certain comparative amounts have been reclassified to conform to the current year's presentation. The following reclassifications were made to the 2019 Primerica Canadian Money Market Fund statement of comprehensive income and statement of cash flow:

| | Original Amount (\$000's) | Reclassification (\$000's) | Revised Amount (\$000's) |
|---|---------------------------------|-------------------------------|--------------------------------|
| Statement of other comprehensive income: | | | |
| Distributions from underlying funds | - | 23 | 23 |
| Interest and other income | 24 | (23) | 1 |
| Statement of cash flow: | | | |
| Non-cash distributions from underlying funds | - | (23) | (23) |
| Purchases of investments | (2,436) | 23 | (2,413) |
| Interest received | 24 | (23) | 1 |

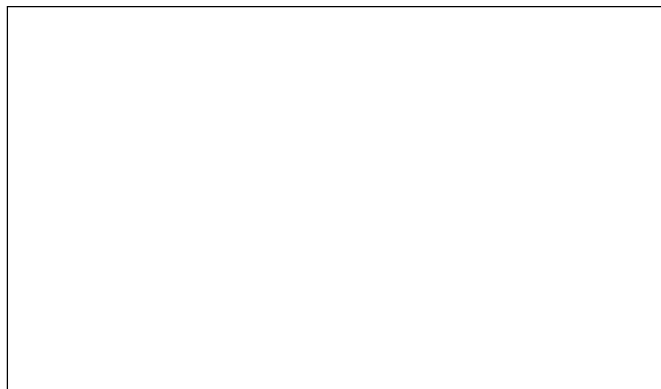
Primerica Concert™ Allocation Series of Funds

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Primerica Concert™ Allocation Series of Funds

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For more information please contact your Primerica representative.



PRIMERICA CONCERT™ ALLOCATION SERIES OF FUNDS

6985 Financial Drive, Suite 400, Mississauga, Ontario L5N 0G3

Toll Free: 1 800 510-PFSL (7375)

Fax: (905) 214-8243



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Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the Simplified Prospectus before investing. The indicated rates of return are the historical annual total returns including changes in unit value and reinvestment of all distributions and does not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. The rate of return is used only to illustrate the effects of the growth rate and is not intended to reflect future values of the mutual fund or returns on investment in the mutual fund.

The payment of distributions should not be confused with a fund's performance, rate of return or yield. If distributions paid by the fund are greater than the performance of the fund, your original investment will shrink. Distributions paid as a result of capital gains realized by a fund, and income and dividends earned by a fund are taxable in your hands in the year they are paid. Your adjusted cost base will be reduced by the amount of any returns of capital. If your adjusted cost base falls below zero, you will have to pay capital gains tax on the amount below zero.