

MD Money Fund

Management Report of Fund Performance (December 31, 2011)

Investment Objectives and Strategies

The MD Money Fund (the "Fund") objectives are conservation of principal and income production, with appreciation of capital as a secondary objective. The Fund invests in a variety of short-term debt instruments, including federal and provincial Treasury Bills, Residuals, Government of Canada Crown Corporation Paper and Term Deposits, Commercial Paper, Corporate Bonds and Asset-Backed Securities.

The Fund's Investment Advisor is MD Private Trust Company. MD Private Trust Company utilizes the sub-advisory services of Mackenzie Financial Corporation - Mackenzie Sentinel investment team. Mackenzie Sentinel monitors changes in monetary policy and Bank of Canada activity, positioning the Fund to take advantage of anticipated changes in the interest rate structure. The Fund's average term-to-maturity is actively managed but is not permitted to exceed 90 days. Mackenzie Sentinel may employ other techniques to manage the portfolio, such as relative value and yield curve trades.

The Fund may not invest in companies that manufacture tobacco or tobacco-related products.

Risk

At times, a portfolio can be subject to any number of investment risks. The risk level of the Fund did not change during the year. Descriptions of the investment risks associated with this Fund are detailed in the Simplified Prospectus.

Results of Operations

As part of our investment management discipline, we carefully monitor the results of the Investment Advisor and Sub-Advisor to ensure that the Fund's performance remains consistent with the investment objectives of the Fund.

For the year ended December 31, 2011, the Fund generated a total return of 0.85%.

The Bank of Canada maintained the overnight target rate at the low level of 1.0% throughout 2011. Despite the key lending rate in Canada not moving, yields on government issued money market instruments decreased, particularly during the third quarter. Yields for corporate bonds were unchanged until June when they systematically increased 5 basis points and remained elevated through the end of the year as credit spreads widened with investors seeking the perceived safe haven of federal government debt.

The MD Money Fund, in an effort to maximize the tradeoff between current yield and the ability to reinvest at expected higher rates, maintained a weighted average term to maturity below that of the benchmark until September 2011. At the end of the third quarter, the weighted average term to maturity was increased as yields were expected to continue their decline. The Fund ended the year with an average term to maturity of 76 days, 15 days less than that of the benchmark.

As at December 31, 2011 the total net asset value of the Fund was \$ 530 million. The MD Money Fund is considered a short-term investment and the fluctuations in

the net asset value throughout the year are considered normal. As a result of the low interest rate environment revenues in the Fund continue to be low. The Funds expenses were in line with the decline in the net asset value of the Fund.

Recent Developments

Strategic Changes

There were no strategic changes to the Fund throughout the year. The Fund continues to be managed in a manner consistent with its mandate. Overall, the Investment Sub-Advisor adhered to their investment discipline and we are confident that it's portfolio management strategies will achieve the stated objectives of the Fund.

Related Party Transactions

MD Physician Services Inc. is the Manager, Registrar and Trustee of the Fund. As Manager, MD Physician Services Inc. manages the overall business of the MD Fund and is responsible for; setting investment objectives, providing and/or retaining the services of third party service providers for fund accounting services, administration services, and promoting the sales of the Fund's units.

As Registrar, MD Physician Services Inc. keeps track of the owners of units of the MD Fund, processes purchase, transfer and redemption orders, issues investor account statements, and issues annual tax reporting information.

As the Fund is organized as a Trust, investing in the Fund means purchasing units of the Trust. As Trustee to the Fund, MD Physician Services Inc. holds actual title to the property in the Fund—the cash and securities the Fund invests in—on behalf of the unitholders.

The principal distributor is MD Management Limited. As principal distributor, MD Management Limited markets the units of the MD Fund through its offices across Canada. MD Management Limited is owned by the Fund Manager, MD Physician Services Inc., which is owned by CMA Holdings (2009) Inc.

Management Fees

MD Physician Services Inc. provides the Fund with investment management and administrative services, including fund accounting and unitholder record-keeping. In return, MD Physician Services Inc. receives a management fee and an administration fee based on the net asset value of the Fund calculated on a daily basis and paid weekly.

MD Physician Services Inc. pays MD Management Limited, a related party, a fee for providing financial planning services.

(As a percentage of management fees)

Financial Planning Services	—
Investment management, administration and other	100%

Disclosure

This annual management report of fund performance contains financial highlights but does not contain the complete annual financial statements of the investment fund. You can obtain a copy of the annual financial statements at your request, and at no cost, by calling 1 800 267-2332, by writing to us at MD Physician Services Inc., 1870 Alta Vista Drive, Ottawa, Ontario, K1G 6R7, or by visiting our website at md.cma.ca or SEDAR at sedar.com.

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



MD Money Fund

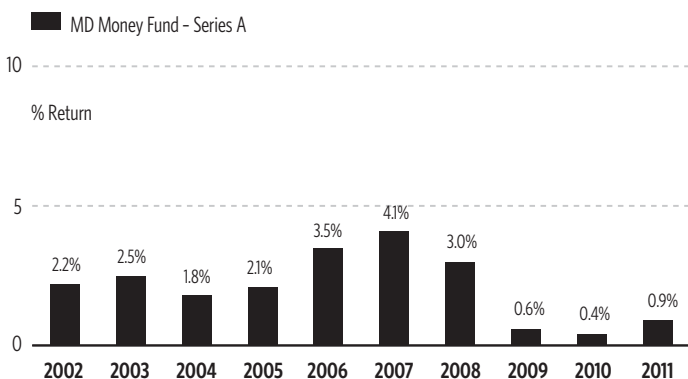
Management Report of Fund Performance (December 31, 2011)

Past Performance

The following bar chart shows the Fund's annual performance for each of the years shown, and illustrates how the Fund's performance changed from year to year. The chart shows, in percentage terms, how much an investment made on the first day of each calendar year would have grown or decreased by the last day of each calendar year.

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

Year-By-Year Returns



Annual Compound Returns

The following table shows MD Money Fund's historical annual compound return for the past one, three, five and ten year periods ended on December 31 as compared to the return of the DEX 91-day T-Bill Index.

	1 year	3 years	5 years	10 years
MD Money Fund	0.9%	0.6%	1.8%	2.1%
DEX 91-Day T-Bill	1.0%	0.7%	2.0%	2.4%

Although index returns are hypothetical—as they do not reflect the true cost of owning or managing the underlying securities—they are one of several useful indicators. By comparing the Fund's performance to the movements of the benchmark, Management is able to assess the relative performance of the Fund. For example, some short-term deviations can signal the need for change while others confirm the expectations of a longer-term strategy. If Management were to ascertain that a Fund's over or under performance was the result of excessive risk-taking or deviation from the investment mandate, we would, on behalf of all our unitholders, address these issues with the Investment Advisor and make changes if necessary.

The Fund's return is largely attributable to the low yield environment for high quality, short-term debt instruments in which the Fund invests. As the above table indicates, the Fund achieved slight underperformance versus its benchmark over the noted periods. This is primarily due to the management expense ratio of the Fund, otherwise the fund would have exceeded the benchmark.

Regarding Forward-Looking Statements

This document contains forward-looking statements. Such statements are generally identifiable by the terminology used, such as "plan", "anticipate", "intend", "expect", "estimate", or other similar wording.

These forward-looking statements are subject to known and unknown risks and uncertainties and other factors which may cause actual results, levels of activity and achievements to differ materially from those expressed or implied by such statements. Such factors include, but are not limited to: general economic, market and business conditions; fluctuations in securities prices; fluctuation in interest rates and foreign currency exchange rates; and actions by governmental authorities. Future events and their effects on the Fund may not be those anticipated. Actual results may differ materially from the results anticipated in these forward-looking statements.

MD Money Fund

Management Report of Fund Performance (December 31, 2011)

Financial Highlights

The following tables show selected key financial information about the Fund and its financial performance for the past five years. This information is derived from the Fund's audited annual financial statements.

The Fund's Net Assets per Unit¹

Series A	2011	2010	2009	2008	2007
Net assets - beginning of the year	\$ 10.00	\$ 10.00	\$ 10.00	\$ 9.97	\$ 10.00
Increase (decrease) from operations:					
Total revenue	\$ 0.14	\$ 0.10	\$ 0.12	\$ 0.36	\$ 0.46
Total expenses	\$ (0.06)	\$ (0.06)	\$ (0.05)	\$ (0.06)	\$ (0.06)
Net unrealized gains (losses) for the year	\$ —	\$ —	\$ —	\$ 0.02	\$ (0.03)
Total increase (decrease) from operations ²	\$ 0.08	\$ 0.04	\$ 0.07	\$ 0.32	\$ 0.37
Distributions:					
From income (excluding dividends)	\$ (0.08)	\$ (0.04)	\$ (0.06)	\$ (0.30)	\$ (0.40)
Total annual distributions ³	\$ (0.08)	\$ (0.04)	\$ (0.06)	\$ (0.30)	\$ (0.40)
Net assets - end of the year	\$ 10.00	\$ 10.00	\$ 10.00	\$ 10.00	\$ 9.97

¹ This information is derived from the Fund's audited annual financial statements. The net assets per unit presented in the financial statements differs from the net asset value per unit calculated for fund pricing purposes. An explanation of these differences can be found in Note 2 of the Notes to Financial Statements. Net assets per unit are presented for 2007 through 2011.

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

³ Distributions were paid in cash or reinvested in additional units of the Fund, or both.

Ratios and Supplemental Data

Series A	2011	2010	2009	2008	2007
Total net asset value, end of the year ¹	\$ 530,084,575	\$ 675,423,312	\$ 968,215,921	\$ 1,227,779,371	\$ 939,761,473
Number of units outstanding	53,005,658	67,538,059	96,820,593	122,776,968	93,977,458
Management expense ratio ²	0.61%	0.59%	0.56%	0.56%	0.56%
Management expense ratio before tax	0.55%	0.55%	0.53%	0.53%	0.53%
Management expense ratio before waivers or absorptions	0.61%	0.59%	0.57%	0.59%	0.58%
Net asset value per unit	\$ 10.00	\$ 10.00	\$ 10.00	\$ 10.00	\$ 10.00

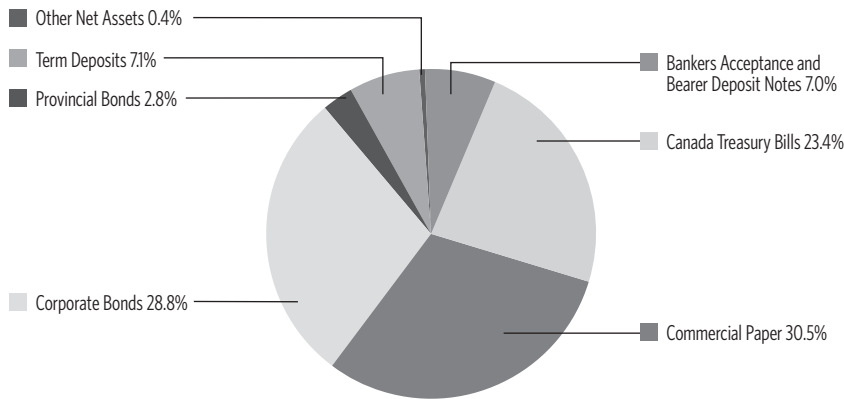
¹ This information is provided as at December 31 of the year shown.

² Management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. Effective July 1, 2010, goods and services tax ("GST") was replaced by the harmonized sales tax ("HST") in certain provinces and is applicable at higher rates than the GST. HST is being paid by the Fund and results in a higher MER than in previous years.

MD Money Fund

Summary of Investment Portfolio (December 31, 2011)

Net Asset Value: \$530.1 million



Cash & Portfolio Allocation

Banker's Acceptance	7.0%
Canada Treasury Bills	23.4%
Commerical Paper	30.5%
Corporate Bonds	28.8%
Provincial Bonds	2.8%
Term Deposit	7.1%
Other Net Assets	0.4%
	100.0%

Yield Information

Current Yield*	0.65%
Effective Yield*	0.65%

*For the seven day period ending December 31, 2011

Maturity Schedule

30 days or less	34.35%
31 to 60 days	5.18%
61 to 90 days	34.11%
91 to 182 days	22.67%
More than 182 days	3.68%
Average Term to Maturity	75 days

Top 25 Holdings (Percentage of Net Asset Value)

Government of Canada 0.87% May 24/12	10.9%
Manulife Bank of Canada 0.00% Jan 01/12	9.1%
Bank of Montreal 1.18% Jun 04/12	7.1%
Alberta Capital Finance Authority 1.39% Jan 01/13	3.8%
The Bank of Nova Scotia 1.07% Jan 16/12	3.8%
The Bank of Nova Scotia 1.60% Jan 19/13	3.8%
Province of British Columbia 0.93% Mar 07/12	3.8%
Summit Trust 1.14% Mar 30/12	3.0%
NAV Canada 1.68% Jan 29/13	2.8%
Province of Alberta 1.53% Jan 12/12	2.8%
Province of Quebec 0.98% Mar 05/12	2.8%
Fusion Trust 1.15% Mar 16/12	2.8%
Canadian Imperial Bank of Commerce 1.15% Jun 06/12	2.8%
Royal Bank of Canada 1.61% Jan 21/14	2.6%
Royal Bank of Canada 1.08% Mar 28/12	2.3%
Master Credit Card Trust 5.30% Jan 21/12	1.9%
Canadian Imperial Bank of Commerce 1.68% Jan 08/13	1.9%
Royal Bank of Canada 1.63% Jan 15/14	1.9%
The Toronto-Dominion Bank 1.07% Jan 18/12	1.9%
Bell Aliant Regional Communications LP 1.04% Jan 19/12	1.9%
Omeres Finance Trust 1.08% Feb 24/12	1.9%
TELUS Corporation 1.14% Feb 28/12	1.9%
Province of Quebec 0.99% Mar 09/12	1.9%
Inter Pipeline (Corridor) Inc. 1.26% Mar 14/12	1.9%
PSP Captial 1.09% Mar 26/12	1.9%

Note: Summary of Investment Portfolio may change due to ongoing portfolio transactions of the investment fund. A quarterly update is available.

The Net Asset Value, Portfolio Allocation and Top 25 Holdings in the tables are based on the trading net asset value as at December 31, 2011.

