



## Annual Management Report of Fund Performance

for the financial year ended December 31, 2020

*All figures are reported in Canadian dollars unless otherwise noted.*

This annual management report of fund performance contains financial highlights but does not contain the complete annual financial statements of the investment fund. You can get a copy of the annual financial statements at your request, and at no cost, by calling toll-free at 1-800-465-3863, by writing to us at CIBC, Brookfield Place, 161 Bay Street, 22nd floor, Toronto, Ontario, M5J 2S1, or by visiting our website at [www.cibc.com/mutualfunds](http://www.cibc.com/mutualfunds) or SEDAR at [www.sedar.com](http://www.sedar.com).

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

### Management Discussion of Fund Performance

#### Investment Objective and Strategies

**Investment Objective:** CIBC Conservative Passive Portfolio (referred to as the *Portfolio*) seeks to achieve a combination of income and some long-term capital growth by investing primarily in a diverse mix of fixed income and equity mutual funds that employ passive investment strategies (that may include exchange-traded funds).

**Investment Strategies:** The Portfolio invests primarily in fixed income and equity mutual funds that employ passive investment strategies (that may include exchange-traded funds), managed by the Manager or its affiliates. The Portfolio has, under normal market conditions, a long-term strategic asset mix of fixed income (65%) and equities (35%). The portfolio advisor may review and adjust the asset mix, in its sole discretion, depending on economic conditions and relative value of income and equity securities.

#### Risk

The Portfolio is a Canadian fixed income balanced portfolio that is suitable for medium-term investors who can tolerate low investment risk.

For the period ended December 31, 2020, the Portfolio's overall level of risk remained as discussed in the simplified prospectus.

#### Results of Operations

The Portfolio's portfolio advisor is CIBC Asset Management Inc. (referred to as *CAMI* or the *Portfolio Advisor*). The commentary that follows provides a summary of the results of operations for the period ended December 31, 2020. All dollar figures are expressed in thousands, unless otherwise indicated.

The Portfolio's net asset value increased by 28% during the period, from \$23,338 as at December 31, 2019 to \$29,770 as at December 31, 2020. Net sales of \$4,532 and positive investment performance resulted in an overall increase in net asset value.

Class A units of the Portfolio posted a return of 7.5% for the period. The Portfolio's primary benchmark, the FTSE Canada Universe Bond Index (referred to as the *primary benchmark*), returned 8.7% for the same period. The Portfolio's Blended Benchmark, as described in the *Annual Compound Returns* section under *Past Performance*, returned

8.4% for the same period. The blended benchmark closely reflects the asset classes the Portfolio invests in, and provides a more useful comparative to the Portfolio's performance. The Portfolio's return is after the deduction of fees and expenses, unlike the primary and blended benchmarks' returns. See the section *Past Performance* for the returns of other classes of units offered by the Portfolio.

The Portfolio has target allocations of 57% Canadian fixed income securities, 13% U.S. equities, 12% international equities, 10% Canadian equities, 5% global fixed income securities and 3% Canadian money market securities.

During the period, the second wave of the pandemic continued to grow and lockdowns were implemented to halt the spread of COVID-19. However, COVID-19 vaccines by Pfizer Inc. and Moderna Inc. showed a higher-than-expected efficacy during their final clinical trials and were granted emergency approval by health authorities in some countries. Distribution already started with some limited number of doses available, while billions more are scheduled to be produced throughout 2021.

Canada's economy entered a recession in the second quarter of 2020, as lockdowns in response to the spread of COVID-19 significantly slowed economic activity in late March. Canada's gross domestic product fell at a record pace in the second quarter. As public health restrictions eased, Canada's economy expanded at its fastest pace on record in the third quarter. Canada's economy contracted again in October, however, as COVID-19 infection rates continued to climb and governments imposed new lockdown restrictions.

As a result of business shutdowns, millions of jobs were lost and the unemployment rate rose to its highest level on record. The labour market improved over the second half of the period, however, as public health restrictions eased and business activity restarted. That said, Canada's unemployment rate was still over 8.5% in December, compared to roughly 5.5% at the start of 2020.

Canada's inflation rate declined as lower energy prices and a substantial drop in consumer demand weighed on price growth. During the spring lockdowns, inflation turned negative for the first time since

2009. The inflation rate ended the period well below the Bank of Canada's (referred to as *BoC*) 2% target.

In response to the substantial decline in economic conditions, the *BoC* reduced its central interest rate three times, by 50 basis points (referred to as *bps*) each time, in March. This reduced the *BoC*'s benchmark overnight interest rate to 0.25%. The *BoC* also implemented a bond-buying program to bolster the economy and ensure the proper functioning of financial markets.

Similarly, the U.S. Federal Reserve Board reduced its central interest rate by 50 *bps* and 100 *bps* at two meetings in March, as the lockdowns in response to the COVID-19 pandemic brought economic activity to a near standstill. This lowered the target range of the federal funds rate to 0.00%-0.25%.

Around the world, the economy and financial markets started off 2020 relatively strong, but the measures to contain the spread of COVID-19 slowed economies around the world. In response to the unprecedented stimulus programs, which kept global yields at historically low levels, equity prices had plunged sharply lower in March before rallying. The price of gold reached record highs, supported by a weakening U.S. dollar.

Continued market optimism in the second half of the period supported a further rise in equities as well as a recovery in commodity prices. Despite a second wave of COVID-19 infections, this optimism was fuelled by hopes of economic re-opening and progress toward the distribution of COVID-19 vaccines. Other positive factors included the resolution of U.S. election uncertainty.

International developed markets posted gains for the year despite significant economic disruption and market volatility. As the economic outlook improved late in the period, market leadership shifted away from defensive stocks and pandemic beneficiaries toward companies more oriented to the economic cycle.

The U.S. economy recovered faster than generally expected, and China's recovery also had good momentum. U.S. equity markets ended the period up substantially, having reached all-time highs. While growth stocks outperformed value stocks for the period, vaccine news supported a shift toward value stocks in November.

Canadian equity markets ended the period up slightly. The approval and distribution of several vaccines late in the period boosted investor sentiment and economic activity. With hopes of an end to the pandemic and an economic recovery, investors moved back into cyclical sectors, which had experienced a steep selloff earlier in the period.

CIBC U.S. Broad Market Index Fund was the most significant contributor to the Portfolio's performance relative to the Underlying Funds' benchmark, followed by CIBC Canadian Bond Index Fund and CIBC Canadian Index Fund.

CIBC International Index Fund was the most significant detractor from the Portfolio's performance relative to the Underlying Funds' benchmark, followed by CIBC Global Bond Index Fund.

### Recent Developments

The composition of the Independent Review Committee (referred to as *IRC*) changed. Don Hunter and Merle Kriss retired effective April 26,

2020. Effective April 27, 2020, David Forster and Deborah Leckman were appointed as members of the *IRC*. Marcia Lewis Brown was appointed Chair effective April 1, 2020.

The international spread of COVID-19 caused a significant slowdown in the global economy and volatility in financial markets. The COVID-19 outbreak may adversely affect global markets and the Portfolio's performance.

### Related Party Transactions

Canadian Imperial Bank of Commerce (referred to as *CIBC*) and its affiliates have the following roles and responsibilities with respect to the Portfolio, and receive the fees described below in connection with their roles and responsibilities.

#### Manager

CIBC is the Portfolio's manager (referred to as the *Manager*). The Portfolio holds units of other mutual funds (the *Underlying Funds*), which may also be managed by CIBC or its affiliates. CIBC will receive management fees with respect to the Portfolio's day-to-day business and operations, calculated based on the net asset value of each respective class of units of the Portfolio as described in the section entitled *Management Fees*. The Manager compensates its wholesalers in connection with their marketing activities regarding the Portfolio. From time to time, CIBC may invest in units of the Portfolio.

#### Trustee

CIBC Trust Corporation, a wholly-owned subsidiary of CIBC, is the Portfolio's trustee (referred to as the *Trustee*). The Trustee holds title to the Portfolio's property (cash and securities) on behalf of its unitholders.

#### Portfolio Advisor

The portfolio advisor provides, or arranges to provide, investment advice and portfolio management services to the Portfolio. CAMI, a wholly-owned subsidiary of CIBC, is the Portfolio's portfolio advisor.

#### Distributor

Dealers and other firms will sell the units of the Portfolio to investors. These dealers and other firms will include CIBC's related dealers such as the principal distributor, CIBC Securities Inc. (referred to as *CIBC SI*), the CIBC Investor's Edge discount brokerage division of CIBC Investor Services Inc. (referred to as *CIBC ISI*), the CIBC Imperial Investor Service division of CIBC ISI, and the CIBC Wood Gundy division of CIBC World Markets Inc. (referred to as *CIBC WM*). CIBC SI, CIBC ISI, and CIBC WM are wholly-owned subsidiaries of CIBC.

CIBC may pay trailing commissions to these dealers and firms, except for CIBC SI, in connection with the sale of units of the Portfolio. These dealers and other firms may pay a portion of these trailing commissions to their advisors who sell units of the Portfolio to investors. CIBC does not pay trailing commissions to CIBC SI for selling units of the Fund, although overall sales of CIBC funds may be considered in assessing the performance of their advisors and may therefore contribute to their annual compensation.

### Brokerage Arrangements and Soft Dollars

The Portfolio Advisor purchases and sells units of the Underlying Funds on behalf of the Portfolio and, as a result, the Portfolio does not incur any sales charges or brokerage commissions with respect to execution of portfolio transactions of the Underlying Funds.

Decisions that the Portfolio Advisor may make as to brokerage transactions, including the selection of markets and dealers and the negotiation of commissions, would be based on elements such as price, speed of execution, certainty of execution, and total transaction costs.

CIBC WM and CIBC World Markets Corp. may also earn spreads on the sale of securities to the Portfolio. A spread is the difference between the bid and ask prices for a security in the applicable marketplace, with respect to the execution of portfolio transactions. The spread will differ based upon various factors such as the nature and liquidity of the security.

Dealers, including CIBC WM and CIBC World Markets Corp., may furnish goods and services, other than order execution, to the Portfolio Advisor in partial exchange for processing trades through them (referred to in the industry as “soft dollar” arrangements). These goods and services are paid for with a portion of the brokerage commissions and assist the Portfolio Advisor with investment decision-making services for the Portfolio or relate directly to the execution of trades on behalf of the Portfolio.

In addition, CIBC may enter into commission recapture arrangements with certain dealers with respect to the Portfolio. Any commission recaptured will be paid to the Portfolio.

During the period, the Portfolio did not pay any brokerage commissions or other fees to CIBC WM or CIBC World Markets Corp. Spreads associated with fixed income and other securities are not ascertainable and, for that reason, cannot be included when determining these amounts.

### Portfolio Transactions

The Portfolio may enter into one or more of the following transactions (referred to as the *Related Party Transactions*) in reliance on the standing instructions issued by the IRC:

- invest in or hold equity securities of CIBC or issuers related to a portfolio sub-advisor;
- invest in or hold non-exchange-traded debt securities of CIBC or an issuer related to CIBC, with terms-to-maturity of 365 days or more, issued in a primary offering and in the secondary market;
- invest in or hold debt securities of CIBC or issuers related to a portfolio sub-advisor purchased in the secondary market;
- make an investment in the securities of an issuer for which CIBC WM, CIBC World Markets Corp., or any affiliate of CIBC (referred to as a *Related Dealer*) acts as an underwriter during the offering of the securities or at any time during the 60-day period following the completion of the offering of the securities (in the case of a “private placement” offering, in accordance with the exemptive relief order granted by the Canadian securities regulatory authorities and in

accordance with the policies and procedures relating to such investment);

- purchase equity or debt securities from or sell them to a Related Dealer, where it is acting as principal;
- undertake currency and currency derivative transactions where a Related Dealer is the counterparty;
- purchase securities from or sell securities to another investment fund or a managed account managed by the Manager or an affiliate; and
- engage in in-specie transfers by receiving portfolio securities from, or delivering portfolio securities to, a managed account or another investment fund managed by the Manager or an affiliate, in respect of a purchase or redemption on units in the fund, subject to certain conditions.

At least annually, the IRC reviews the Related Party Transactions for which they have issued standing instructions. The IRC is required to advise the Canadian securities regulatory authorities, after a matter has been referred or reported to the IRC by the Manager, if it determines that an investment decision was not made in accordance with a condition imposed by securities legislation or the IRC in any Related Party Transactions requiring its approval.

### Custodian

CIBC Mellon Trust Company is the Portfolio's custodian (referred to as the *Custodian*). The Custodian holds all cash and securities for the Portfolio and ensures that those assets are kept separate from any other cash or securities that the Custodian might be holding. The Custodian also provides other services to the Portfolio including record-keeping and processing of foreign exchange transactions. The Custodian may hire sub-custodians for the Portfolio. The fees and spreads for services of the Custodian directly related to the execution of portfolio transactions by the Portfolio are paid by CAMI and/or dealer(s) directed by CAMI, up to the amount of the credits generated under soft dollar arrangements from trading on behalf of the Portfolio during that month. All other fees and spreads for the services of the Custodian are paid by the Manager and charged to the Portfolio on a recoverable basis. CIBC owns a 50% interest in the Custodian.

### Service Provider

CIBC Mellon Global Securities Services Company (referred to as *CIBC GSS*) provides certain services to the Portfolio, including fund accounting and reporting, securities lending, and portfolio valuation. Such servicing fees are paid by the Manager and charged to the Portfolio on a recoverable basis. CIBC indirectly owns 50% interest in CIBC GSS.

## Financial Highlights

The following tables show selected key financial information about the Portfolio and are intended to help you understand the Portfolio's financial performance for the period ended December 31.

### The Portfolio's Net Assets per Unit<sup>1</sup> - Class A Units

	2020	2019	2018	2017 <sup>a</sup>
<b>Net Assets, beginning of period</b>	\$ 10.60	\$ 9.89	\$ 10.17	\$ 10.00 <sup>b</sup>
<b>Increase (decrease) from operations:</b>				
Total revenue	\$ 0.27	\$ 0.30	\$ 0.35	\$ 0.26
Total expenses	(0.14)	(0.14)	(0.13)	(0.06)
Realized gains (losses) for the period	0.10	0.04	0.02	0.02
Unrealized gains (losses) for the period	0.57	0.59	(0.41)	0.10
<b>Total increase (decrease) from operations<sup>2</sup></b>	\$ 0.80	\$ 0.79	\$ (0.17)	\$ 0.32
<b>Distributions:</b>				
From income (excluding dividends)	\$ 0.09	\$ 0.11	\$ 0.13	\$ 0.10
From dividends	0.03	0.03	0.03	0.03
From capital gains	—	—	0.02	—
Return of capital	—	—	—	—
<b>Total Distributions<sup>3</sup></b>	\$ 0.12	\$ 0.14	\$ 0.18	\$ 0.13
<b>Net Assets, end of period</b>	\$ 11.28	\$ 10.60	\$ 9.89	\$ 10.17

<sup>a</sup> Information presented is for the period from July 31, 2017 to December 31, 2017.

<sup>b</sup> Initial offering price.

<sup>1</sup> This information is derived from the Portfolio's audited annual financial statements.

<sup>2</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The total increase (decrease) from operations is based on the weighted average number of units outstanding during the period.

<sup>3</sup> Distributions were paid in cash, reinvested in additional units of the Portfolio, or both.

### Ratios and Supplemental Data - Class A Units

	2020	2019	2018	2017 <sup>a</sup>
<b>Total Net Asset Value (000s)<sup>4</sup></b>	\$ 28,595	\$ 22,713	\$ 12,977	\$ 4,020
<b>Number of Units Outstanding<sup>4</sup></b>	2,534,116	2,142,112	1,312,743	395,410
<b>Management Expense Ratio<sup>5</sup></b>	1.33%	1.32%	1.31%	1.32%*
<b>Management Expense Ratio before waivers or absorptions<sup>6</sup></b>	1.33%	1.32%	1.75%	1.38%*
<b>Trading Expense Ratio<sup>7</sup></b>	0.01%	0.01%	0.01%	0.00%*
<b>Portfolio Turnover Rate<sup>8</sup></b>	19.84%	10.05%	17.66%	31.17%
<b>Net Asset Value per Unit</b>	\$ 11.28	\$ 10.60	\$ 9.89	\$ 10.17

<sup>a</sup> Information presented is for the period from July 31, 2017 to December 31, 2017.

\* Ratio has been annualized.

<sup>4</sup> This information is presented as at December 31 of the periods shown.

<sup>5</sup> Management expense ratio is based on the total expenses of the fund (excluding commissions and other portfolio transaction costs), incurred by or allocated to a class of units for the period shown, expressed as an annualized percentage of the daily average net asset value of that class during the period.

<sup>6</sup> The decision to waive and/or absorb management fees and operating expenses is at the discretion of the Manager. The practice of waiving and/or absorbing management fees and operating expenses may continue indefinitely or may be terminated at any time without notice to unitholders.

<sup>7</sup> The trading expense ratio represents total commissions and other portfolio transaction costs before income taxes expressed as an annualized percentage of the daily average net asset value during the period. Spreads associated with fixed income securities trading are not ascertainable and, for that reason, are not included in the trading expense ratio calculation.

<sup>8</sup> The portfolio turnover rate indicates how actively the portfolio advisor and/or portfolio sub-advisor manages the portfolio investments. A portfolio turnover rate of 100% is equivalent to a fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a portfolio turnover rate in a period, the greater the trading costs payable by a fund in the period, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

*CIBC Conservative Passive Portfolio*

**The Portfolio's Net Assets per Unit<sup>1</sup> - Class D Units**

	2020	2019	2018	2017 <sup>a</sup>
<b>Net Assets, beginning of period</b>	\$ 10.60	\$ 9.88	\$ 10.16	\$ 10.00 <sup>b</sup>
<b>Increase (decrease) from operations:</b>				
Total revenue	\$ 0.30	\$ 0.31	\$ 0.42	\$ 0.22
Total expenses	(0.08)	(0.08)	(0.08)	(0.03)
Realized gains (losses) for the period	0.11	0.04	0.02	0.04
Unrealized gains (losses) for the period	0.41	0.37	(0.60)	0.12
<b>Total increase (decrease) from operations<sup>2</sup></b>	\$ 0.74	\$ 0.64	\$ (0.24)	\$ 0.35
<b>Distributions:</b>				
From income (excluding dividends)	\$ 0.13	\$ 0.17	\$ 0.17	\$ 0.11
From dividends	0.04	0.03	0.04	0.03
From capital gains	—	—	0.02	—
Return of capital	—	—	—	—
<b>Total Distributions<sup>3</sup></b>	\$ 0.17	\$ 0.20	\$ 0.23	\$ 0.14
<b>Net Assets, end of period</b>	\$ 11.29	\$ 10.60	\$ 9.88	\$ 10.16

<sup>a</sup> Information presented is for the period from July 31, 2017 to December 31, 2017.

<sup>b</sup> Initial offering price.

<sup>1</sup> This information is derived from the Portfolio's audited annual financial statements.

<sup>2</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The total increase (decrease) from operations is based on the weighted average number of units outstanding during the period.

<sup>3</sup> Distributions were paid in cash, reinvested in additional units of the Portfolio, or both.

**Ratios and Supplemental Data - Class D Units**

	2020	2019	2018	2017 <sup>a</sup>
<b>Total Net Asset Value (000s)<sup>4</sup></b>	\$ 609	\$ 328	\$ 59	\$ 11
<b>Number of Units Outstanding<sup>4</sup></b>	54,001	30,980	5,948	1,064
<b>Management Expense Ratio<sup>5</sup></b>	0.77%	0.80%	0.80%	0.76% *
<b>Management Expense Ratio before waivers or absorptions<sup>6</sup></b>	0.77%	0.80%	1.47%	0.89% *
<b>Trading Expense Ratio<sup>7</sup></b>	0.01%	0.01%	0.01%	0.00% *
<b>Portfolio Turnover Rate<sup>8</sup></b>	19.84%	10.05%	17.66%	31.17%
<b>Net Asset Value per Unit</b>	\$ 11.29	\$ 10.60	\$ 9.88	\$ 10.16

<sup>a</sup> Information presented is for the period from July 31, 2017 to December 31, 2017.

\* Ratio has been annualized.

<sup>4</sup> This information is presented as at December 31 of the periods shown.

<sup>5</sup> Management expense ratio is based on the total expenses of the fund (excluding commissions and other portfolio transaction costs), incurred by or allocated to a class of units for the period shown, expressed as an annualized percentage of the daily average net asset value of that class during the period.

<sup>6</sup> The decision to waive and/or absorb management fees and operating expenses is at the discretion of the Manager. The practice of waiving and/or absorbing management fees and operating expenses may continue indefinitely or may be terminated at any time without notice to unitholders.

<sup>7</sup> The trading expense ratio represents total commissions and other portfolio transaction costs before income taxes expressed as an annualized percentage of the daily average net asset value during the period. Spreads associated with fixed income securities trading are not ascertainable and, for that reason, are not included in the trading expense ratio calculation.

<sup>8</sup> The portfolio turnover rate indicates how actively the portfolio advisor and/or portfolio sub-advisor manages the portfolio investments. A portfolio turnover rate of 100% is equivalent to a fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a portfolio turnover rate in a period, the greater the trading costs payable by a fund in the period, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

*CIBC Conservative Passive Portfolio*

**The Portfolio's Net Assets per Unit<sup>1</sup> - Class F Units**

	2020	2019	2018	2017 <sup>a</sup>
<b>Net Assets, beginning of period</b>	\$ 11.05	\$ 10.07	\$ 10.15	\$ 10.00 <sup>b</sup>
<b>Increase (decrease) from operations:</b>				
Total revenue	\$ 0.29	\$ 0.30	\$ 0.30	\$ 0.18
Total expenses	(0.07)	(0.05)	—	—
Realized gains (losses) for the period	0.07	0.01	0.01	—
Unrealized gains (losses) for the period	0.57	0.72	(0.25)	0.13
<b>Total increase (decrease) from operations<sup>2</sup></b>	\$ 0.86	\$ 0.98	\$ 0.06	\$ 0.31
<b>Distributions:</b>				
From income (excluding dividends)	\$ —	\$ —	\$ 0.14	\$ 0.13
From dividends	—	—	—	0.03
From capital gains	—	—	—	—
Return of capital	—	—	—	—
<b>Total Distributions<sup>3</sup></b>	\$ —	\$ —	\$ 0.14	\$ 0.16
<b>Net Assets, end of period</b>	\$ 11.92	\$ 11.05	\$ 10.07	\$ 10.15

<sup>a</sup> Information presented is for the period from July 31, 2017 to December 31, 2017.

<sup>b</sup> Initial offering price.

<sup>1</sup> This information is derived from the Portfolio's audited annual financial statements.

<sup>2</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The total increase (decrease) from operations is based on the weighted average number of units outstanding during the period.

<sup>3</sup> Distributions were paid in cash, reinvested in additional units of the Portfolio, or both.

**Ratios and Supplemental Data - Class F Units**

	2020	2019	2018	2017 <sup>a</sup>
<b>Total Net Asset Value (000s)<sup>4</sup></b>	\$ —	\$ —	\$ —	\$ —
<b>Number of Units Outstanding<sup>4</sup></b>	1	1	1	1
<b>Management Expense Ratio<sup>5</sup></b>	0.51%	0.51%	0.51%	0.51%*
<b>Management Expense Ratio before waivers or absorptions<sup>6</sup></b>	0.51%	0.51%	0.51%	0.51%*
<b>Trading Expense Ratio<sup>7</sup></b>	0.01%	0.01%	0.01%	0.00%*
<b>Portfolio Turnover Rate<sup>8</sup></b>	19.84%	10.05%	17.66%	31.17%
<b>Net Asset Value per Unit</b>	\$ 11.92	\$ 11.05	\$ 10.07	\$ 10.15

<sup>a</sup> Information presented is for the period from July 31, 2017 to December 31, 2017.

\* Ratio has been annualized.

<sup>4</sup> This information is presented as at December 31 of the periods shown.

<sup>5</sup> Management expense ratio is based on the total expenses of the fund (excluding commissions and other portfolio transaction costs), incurred by or allocated to a class of units for the period shown, expressed as an annualized percentage of the daily average net asset value of that class during the period.

<sup>6</sup> The decision to waive and/or absorb management fees and operating expenses is at the discretion of the Manager. The practice of waiving and/or absorbing management fees and operating expenses may continue indefinitely or may be terminated at any time without notice to unitholders.

<sup>7</sup> The trading expense ratio represents total commissions and other portfolio transaction costs before income taxes expressed as an annualized percentage of the daily average net asset value during the period. Spreads associated with fixed income securities trading are not ascertainable and, for that reason, are not included in the trading expense ratio calculation.

<sup>8</sup> The portfolio turnover rate indicates how actively the portfolio advisor and/or portfolio sub-advisor manages the portfolio investments. A portfolio turnover rate of 100% is equivalent to a fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a portfolio turnover rate in a period, the greater the trading costs payable by a fund in the period, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

*CIBC Conservative Passive Portfolio*

**The Portfolio's Net Assets per Unit<sup>1</sup> - Class O Units**

	2020	2019	2018	2017 <sup>a</sup>
<b>Net Assets, beginning of period</b>	\$ 10.61	\$ 9.89	\$ 10.15	\$ 10.00 <sup>b</sup>
<b>Increase (decrease) from operations:</b>				
Total revenue	\$ 0.29	\$ 0.28	\$ 0.29	\$ —
Total expenses	—	—	—	—
Realized gains (losses) for the period	0.10	0.04	0.02	—
Unrealized gains (losses) for the period	0.58	0.68	(0.27)	(0.49)
<b>Total increase (decrease) from operations<sup>2</sup></b>	\$ 0.97	\$ 1.00	\$ 0.04	\$ (0.49)
<b>Distributions:</b>				
From income (excluding dividends)	\$ 0.21	\$ 0.24	\$ 0.25	\$ 0.13
From dividends	0.05	0.04	0.03	0.03
From capital gains	—	—	0.02	—
Return of capital	—	—	—	—
<b>Total Distributions<sup>3</sup></b>	\$ 0.26	\$ 0.28	\$ 0.30	\$ 0.16
<b>Net Assets, end of period</b>	\$ 11.29	\$ 10.61	\$ 9.89	\$ 10.15

<sup>a</sup> Information presented is for the period from July 31, 2017 to December 31, 2017.

<sup>b</sup> Initial offering price.

<sup>1</sup> This information is derived from the Portfolio's audited annual financial statements.

<sup>2</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The total increase (decrease) from operations is based on the weighted average number of units outstanding during the period.

<sup>3</sup> Distributions were paid in cash, reinvested in additional units of the Portfolio, or both.

**Ratios and Supplemental Data - Class O Units**

	2020	2019	2018	2017 <sup>a</sup>
<b>Total Net Asset Value (000s)<sup>4</sup></b>	\$ 566	\$ 297	\$ 227	\$ 229
<b>Number of Units Outstanding<sup>4</sup></b>	50,072	27,941	23,009	22,595
<b>Management Expense Ratio<sup>5</sup></b>	0.00%	0.00%	0.00%	0.00% *
<b>Management Expense Ratio before waivers or absorptions<sup>6</sup></b>	0.00%	0.00%	0.59%	0.08% *
<b>Trading Expense Ratio<sup>7</sup></b>	0.01%	0.01%	0.01%	0.00% *
<b>Portfolio Turnover Rate<sup>8</sup></b>	19.84%	10.05%	17.66%	31.17%
<b>Net Asset Value per Unit</b>	\$ 11.29	\$ 10.61	\$ 9.89	\$ 10.15

<sup>a</sup> Information presented is for the period from July 31, 2017 to December 31, 2017.

\* Ratio has been annualized.

<sup>4</sup> This information is presented as at December 31 of the periods shown.

<sup>5</sup> Management expense ratio is based on the total expenses of the fund (excluding commissions and other portfolio transaction costs), incurred by or allocated to a class of units for the period shown, expressed as an annualized percentage of the daily average net asset value of that class during the period.

<sup>6</sup> The decision to waive and/or absorb management fees and operating expenses is at the discretion of the Manager. The practice of waiving and/or absorbing management fees and operating expenses may continue indefinitely or may be terminated at any time without notice to unitholders.

<sup>7</sup> The trading expense ratio represents total commissions and other portfolio transaction costs before income taxes expressed as an annualized percentage of the daily average net asset value during the period. Spreads associated with fixed income securities trading are not ascertainable and, for that reason, are not included in the trading expense ratio calculation.

<sup>8</sup> The portfolio turnover rate indicates how actively the portfolio advisor and/or portfolio sub-advisor manages the portfolio investments. A portfolio turnover rate of 100% is equivalent to a fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a portfolio turnover rate in a period, the greater the trading costs payable by a fund in the period, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

## Management Fees

The Portfolio, either directly or indirectly, pays CIBC an annual management fee to cover the costs of managing the Portfolio. Management fees are based on the Portfolio's net asset value and are calculated daily and paid monthly. Management fees are paid to CIBC in consideration for providing, or arranging for the provision of, management, distribution, and portfolio advisory services. Advertising and promotional expenses, office overhead expenses and trailing commissions are paid by CIBC out of the management fees received from the Portfolio. The Portfolio is required to pay applicable taxes on the management fees paid to CIBC. Refer to the Simplified Prospectus for the annual management fee rate for each class of units. For Class O units, the management fee is negotiated with and paid by, or as directed by, unitholders or dealers and discretionary managers on behalf of unitholders. Such Class O management fee will not exceed the Class F unit management fee rate.

The following table shows a breakdown of the services received in consideration of the management fees, as a percentage of the management fees collected from the Portfolio for the period ended December 31, 2020. These amounts do not include waived fees or absorbed expenses.

	Class A Units	Class D Units	Class F Units
Sales and trailing commissions paid to dealers	63.77%	38.75%	0.00%
General administration, investment advice, and profit	36.23%	61.25%	100.00%

## Past Performance

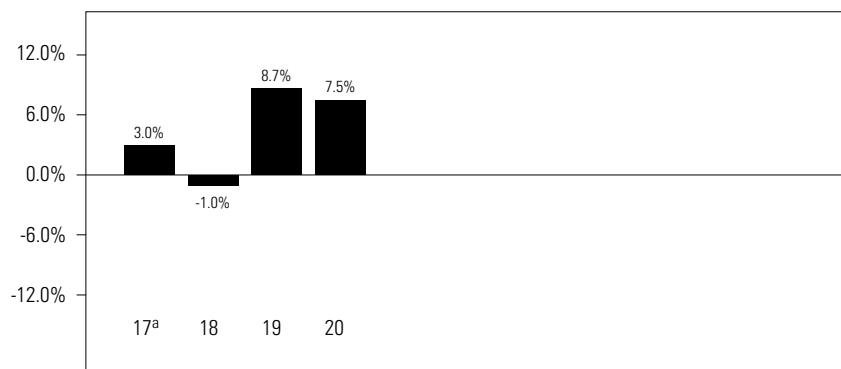
The performance data provided assumes reinvestment of distributions only and does not take into account sales, redemption, distribution, or other optional charges payable by any unitholder that would have reduced returns. Past performance does not necessarily indicate how a fund will perform in the future.

The Portfolio's returns are after the deduction of fees and expenses, and the difference in returns between classes of units is primarily due to differences in the management expense ratio. See *Financial Highlights* section for the management expense ratio.

## Year-by-Year Returns

These bar charts show the annual performance of each class of units of the Portfolio for each of the periods shown, and illustrate how the performance has changed from period to period. These bar charts show, in percentage terms, how an investment made on January 1 would have increased or decreased by December 31, unless otherwise indicated.

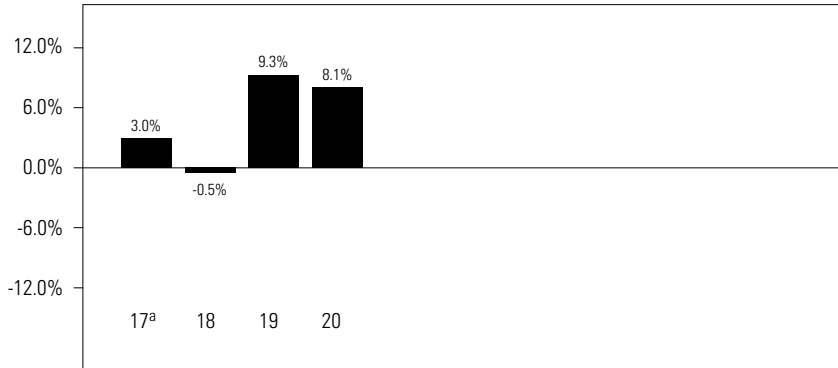
### Class A Units



<sup>a</sup> 2017 return is for the period from July 31, 2017 to December 31, 2017.

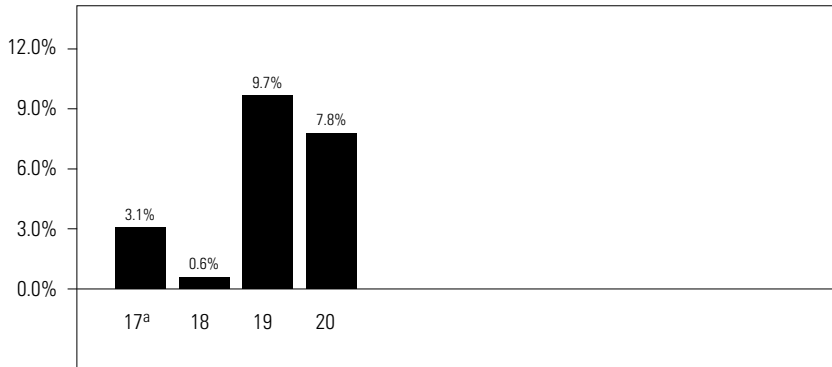


Class D Units



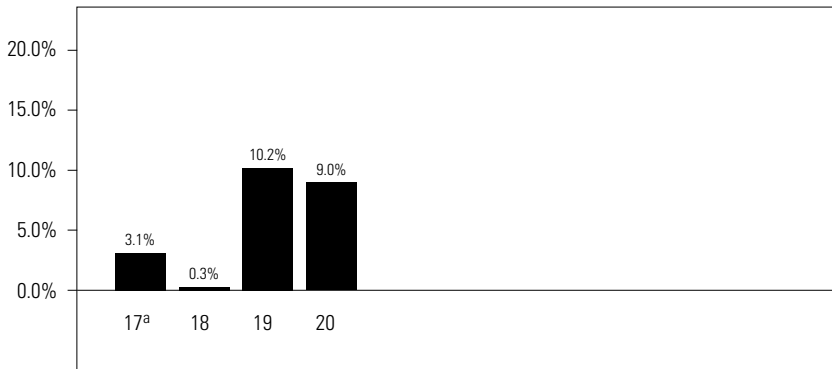
<sup>a</sup> 2017 return is for the period from July 31, 2017 to December 31, 2017.

Class F Units



<sup>a</sup> 2017 return is for the period from July 31, 2017 to December 31, 2017.

Class O Units



<sup>a</sup> 2017 return is for the period from July 31, 2017 to December 31, 2017.

**Annual Compound Returns**

This table shows the annual compound return of each class of units of the Portfolio for each indicated period ended on December 31, 2020. The annual compound total return is also compared to the Portfolio's benchmarks.

The Portfolio's primary benchmark is the FTSE Canada Universe Bond Index.

## CIBC Conservative Passive Portfolio

The Portfolio's blended benchmark (referred to as *Blended Benchmark*) is comprised of the following:

- 30% FTSE Canada Universe Bond Index
- 27% FTSE Canada Short-Term Overall Bond Index
- 13% S&P 500 Index
- 12% MSCI EAFE Index
- 10% S&P/TSX Composite Index
- 5% JPMorgan Global Government Bond Index (excluding Canada)
- 3% FTSE Canada 91 Day T-Bill Index

	1 Year	3 Years	5 Years	10 Years*	or	Since Inception*	Inception Date
Class A units	7.5%	5.0%				5.3%	July 31, 2017
FTSE Canada Universe Bond Index	8.7%	5.6%				5.5%	
Blended Benchmark	8.4%	6.3%				6.6%	
Class D units	8.1%	5.6%				5.8%	July 31, 2017
FTSE Canada Universe Bond Index	8.7%	5.6%				5.5%	
Blended Benchmark	8.4%	6.3%				6.6%	
Class F units	7.8%	6.0%				6.2%	July 31, 2017
FTSE Canada Universe Bond Index	8.7%	5.6%				5.5%	
Blended Benchmark	8.4%	6.3%				6.6%	
Class O units	9.0%	6.4%				6.5%	July 31, 2017
FTSE Canada Universe Bond Index	8.7%	5.6%				5.5%	
Blended Benchmark	8.4%	6.3%				6.6%	

\* If a class of units has been outstanding for less than 10 years, the annual compound return since inception is shown.

**FTSE Canada 91 Day T-Bill Index** measures the returns attributable to 91-day Treasury Bills.

**FTSE Canada Short-Term Overall Bond Index** is intended to represent the Canadian short-term bond market. It contains bonds with remaining effective terms greater than or equal to one year and less than or equal to 5 years.

**FTSE Canada Universe Bond Index** is comprised of marketable Canadian bonds intended to reflect the performance of the broad Canadian investment-grade bond market. Returns are calculated daily and are weighted by market capitalization.

**JPMorgan Global Government Bond Index (excluding Canada)** is intended to represent the global government bond market, excluding Canada. By including only traded issues, the index provides a realistic measure of market performance for international investors.

**MSCI EAFE Index** is a free float-adjusted market capitalization index of stocks of companies of developed market equity indices covering countries in Europe, Australia, and the Far East.

**S&P 500 Index** is a capitalization-weighted index of 500 stocks, designed to measure performance of the broad U.S. economy representing all major industries.

**S&P/TSX Composite Index** is intended to represent the Canadian equity market and includes the largest companies listed on the TSX.

A discussion of the Portfolio's relative performance compared to its Blended Benchmark can be found in *Results of Operations*.

## CIBC Conservative Passive Portfolio

### Summary of Investment Portfolio (as at December 31, 2020)

The Portfolio invests in units of its Underlying Funds. You can find the prospectus and additional information about the Underlying Funds by visiting [www.sedar.com](http://www.sedar.com).

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund. A quarterly update is available by visiting [www.cibc.com/mutualfunds](http://www.cibc.com/mutualfunds). The Top Positions table shows a fund's 25 largest positions. If the fund holds fewer than 25 positions in total, all positions are shown.

<i>Portfolio Breakdown</i>	<i>% of Net Asset Value</i>	<i>Top Positions</i>	<i>% of Net Asset Value</i>
Canadian Bond Mutual Funds	56.5	CIBC Canadian Bond Index Fund, Class 'O'	29.8
U.S. Equity Mutual Funds	13.3	CIBC Canadian Short-Term Bond Index Fund, Class 'O'	26.7
International Equity Mutual Funds	12.4	CIBC U.S. Broad Market Index Fund, Class 'O'	13.3
Canadian Equity Mutual Funds	10.2	CIBC International Index Fund, Class 'O'	12.4
International Bond Mutual Funds	4.6	CIBC Canadian Index Fund, Class 'O'	10.2
Money Market Mutual Funds	2.3	CIBC Global Bond Index Fund, Class 'O'	4.6
Cash	0.5	CIBC Money Market Fund, Class 'O'	2.3
Other Assets, less Liabilities	0.2	Cash	0.5
		Other Assets, less Liabilities	0.2

**A note on forward-looking statements**

The management report of fund performance may contain forward-looking statements. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as “expects”, “anticipates”, “intends”, “plans”, “believes”, “estimates”, or other similar wording. In addition, any statements that may be made concerning future performance, strategies, or prospects and possible future actions taken by the fund, are also forward-looking statements. Forward-looking statements are not guarantees of future performance. These statements involve known and unknown risks, uncertainties, and other factors that may cause the actual results and achievements of the fund 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, interest rates, and foreign currency exchange rates; changes in government regulations; and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. CIBC does not undertake, and specifically disclaims, any obligation to update or revise any forward-looking statements, whether as a result of new information, future developments, or otherwise prior to the release of the next management report of fund performance.

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**CIBC Mutual Funds  
CIBC Family of Portfolios**

**CIBC**

Brookfield Place, 161 Bay Street, 22nd Floor  
Toronto, Ontario  
M5J 2S1

**CIBC Securities Inc.**  
1-800-465-3863

**Website**  
[www.cibc.com/mutualfunds](http://www.cibc.com/mutualfunds)



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