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Complement your Chorus II Portfolio with
Eight new Desjardins
Corporate Class Funds

Eight new Desjardins Corporate Class Funds were made available to investors on April 14, 2014. Similarly to Chorus II Corporate Class Portfolios, the new Desjardins Corporate Class Funds stand out for their tax efficiency, which makes them particularly attractive if you are looking for tax advantages in non-registered plans.

As a complement to Chorus II Corporate Class Portfolios, Desjardins Corporate Class Funds provide you with greater flexibility and more choice for capitalizing on market opportunities.

ADVANTAGES OF CORPORATE CLASS FUNDS

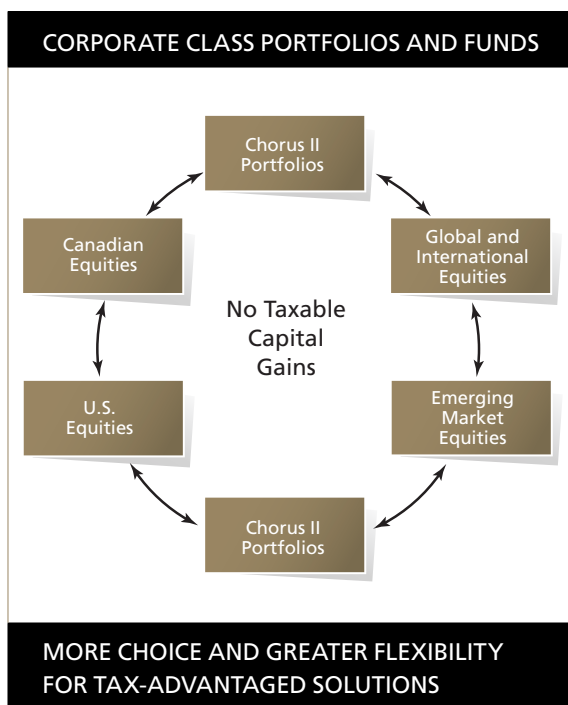
The new Desjardins Corporate Class Funds are equity funds comprising Canadian, U.S., global, international and emerging market equities.

Their asset allocation is the same as for Desjardins Trust Funds with the same name. In contrast, they do not generate any taxable capital gains when you make transfers from one fund to another, as long as your capital remains invested in a Corporate Class Fund or Portfolio.

As shown in the chart beside, you can now benefit from greater choice and flexibility for tax-advantaged solutions as transfers between Corporate Class Funds and Portfolios have no tax impact.

By deferring your tax bill, you can tailor your investment strategy to generate higher returns over time. Furthermore, Desjardins Corporate Class Funds distribute income only in the form of dividends and capital gains, which benefit from favourable tax treatment.

Talk to your representative for tailored advice on this new tax-efficient offering to complement your Chorus II Corporate Class Portfolio.



QUARTERLY
FINANCIAL
INFORMATION
BULLETIN

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If you have any questions about your investments or any feature article in this newsletter, consult your representative and visit **desjardinsfunds.com** at any time.



Desjardins
Wealth Management
INVESTMENTS

Cooperating in building the future

MINIMIZE YOUR INVESTMENT RISKS RELATED TO AN INTEREST RATE HIKE

Discover the new Desjardins Floating Rate Income Fund

Against a backdrop of a possible interest rate hike, in May 2014, Desjardins Funds launched the Desjardins Floating Rate Income Fund. This Fund is for investors looking for high income* and who wish to minimize the impact of interest rate fluctuations.

The Fund invests in a portfolio composed primarily of quality corporate bonds, high yield corporate bonds and emerging market bonds.

The Fund is actively managed by PIMCO Canada Corp., a global leader among fixed income portfolio managers.

With its vast investment universe, the Desjardins Floating Rate Income Fund is a wise option for investors seeking a diversified global bond portfolio. It is also an excellent complement to an existing bond portfolio.



To learn more about the benefits of this new Fund, contact your representative or go to desjardinsfunds.com

* For a long-term investment horizon

desjardinsfunds.com

Information available on desjardinsfunds.com

The Desjardins Funds' Interim Management Report of Fund Performance and the Interim Financial Statements as at March 31, 2014 are now available in the Information Center section at desjardinsfunds.com in the Legal and Financial Publications sub-section, and at sedar.com.

The WebFinance Zone

LOOKING FOR THE BEST TIPS ON YOUR PERSONAL FINANCES?

The Webfinance Zone is a simple and easy way to get informed, where Desjardins experts make themselves available to share their expertise on personal finance issues in addition to answering your questions.

@ desjardins.com/webfinance-zone

Security Redemptions

To protect investors' interests, Québec's *Autorité des marchés financiers* oversees compliance with the regulations governing all Québec mutual fund managers. For this reason, Desjardins Funds reminds you of your rights on an annual basis.

You may therefore, at any time, request the redemption of all or part of the securities you hold in a fund, with a minimum redemption amount of \$50.

- By calling 1-800-CAISSES (1 800 224-7737) in Québec and Ontario Desjardins Caisses;
- By calling Desjardins Funds Customer Service at 514 286-3499 or 1 866 666-1280;
- By calling or visiting a Desjardins service point, an Investment Dealer or a Mutual Fund Dealer.

Any request received by the Investment Fund Manager before 4:00 p.m. (Montréal time) on a valuation date is executed at the net asset value per security determined on that day. Any request received later than 4:00 p.m. will be executed at the net asset value per security determined on the following valuation date. The Investment Fund Manager will pay the sale proceeds to you less any applicable fees within three business days from the date on which the sale price was determined, provided all necessary documentation is received by the Investment Fund Manager with your redemption order.

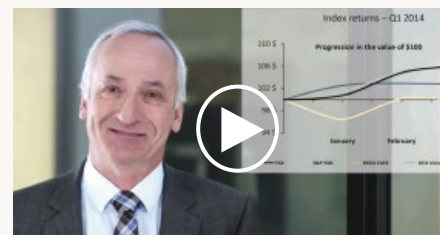
If the duly completed documents have not been received by the Investment Fund Manager by the close of business on the 10th business day following the redemption date, the Fund will be deemed having accepted an order for the purchase of a number of securities of the Fund equivalent to that redeemed. The redemption proceeds shall be applied to the payment of the purchase price of the replacement securities.

The Investment Fund Manager may suspend the redemption of securities of a fund or delay the payment of the redemption price under the exceptional circumstances set out in the *Suspension of Redemptions* section of the *Simplified Prospectus* (page 10).

Chorus II Portfolio results as at June 30, 2014

To learn more about financial markets and your Chorus II Portfolio performance in the second quarter of 2014, please watch the video capsule on Chorus II Portfolio returns as at June 30, 2014 available starting July 25, 2014 at:

@ desjardinsfunds.com/chorus
> Useful links > Videos



FINANCIAL EDUCATION BY ANGELA IERMIERI

Desjardins Group Financial Planner*



HEALTHY RISK MANAGEMENT THROUGH Chorus II Portfolios

One of the most important challenges in investing is to manage risks and maintain net portfolio value. Some risks are inherent to markets, certain are associated with a chosen investment product while others are related to investor behaviour.

Risk factors related to investments

Here are the main risks that may arise in portfolio management:

- Concentration risk
 - if a large proportion of the portfolio is invested in the same company or the same sector.
- Tax risk
 - if tax efficiency of investments is not optimized, portfolio net returns will be affected.
- Inflation risk
 - if portfolio return is less than the cost of living.
- Risk of outliving savings
 - if capital is depleted before death.
- Volatility risk
 - if the portfolio is not sufficiently diversified, it will be overexposed to market fluctuations or interest rates.

* Financial Planner and Group Savings Representative for Desjardins Financial Services Firm Inc.

Risk management in your Chorus II Portfolio

Chorus II Portfolios are diversified in terms of both asset allocation and maturities. As a result, market risks are mitigated and you don't have to worry about them.

Moreover, with rebalancing, the portfolio always reflects your investor profile, regardless of market fluctuations. Corporate Class Portfolios promote tax efficiency while Trust Portfolios allow you to benefit from the tax advantages of registered plans.

The table below shows how Desjardins Global Asset Management and the seasoned portfolio managers it has retained mitigate the different investment risks related to your Chorus II Portfolio.

HOW CHORUS II PORTFOLIOS CAN MITIGATE INVESTMENT RISK			
Type of risk	Portfolio features	Trust	Corporate Class
Concentration	Product and maturity diversification	x	x
Tax	Tax-sheltered returns in a registered plan	x	
	Preferential rules for taxing investment income in non-registered plans		x
Inflation	Quality and performance of portfolio managers	x	x
Surviving your savings	Extending the life of your capital	x	x
Volatility	Diversification	x	x
	Rebalancing	x	x

Thanks to the Chorus II Portfolio managers' expertise, the different risks related to your investments are managed effectively and proactively. To learn more about the risks related to your behaviour as an investor, talk to your representative.

TFSA

HAVE YOU CONTRIBUTED TO YOUR TFSA IN 2014? Tips for making tax-sheltered investments

Did you know?

- You can contribute \$5,500 before the end of the year.
- Your contribution limit is now \$31,000 if you haven't contributed yet¹.
- Your investment income will be tax sheltered.
- Withdrawals are not taxed, unlike RRSPs.
- You can start saving now for your 2015 contribution, if your TFSA contribution room is fully utilized. You can simply make regular investments into another account and transfer the accumulated amount into

To learn more, go to desjardins.com/tfsa or talk to your representative.

your TFSA in January 2015. In this way, you can make your TFSA contribution for 2015 without even thinking about it!

¹ This applies if you haven't made any contributions to your TFSA since 2009 and you have been resident in Canada since 2009.



SRI Socially Responsible Investment

SOCIETERRA PORTFOLIOS:

Results of our shareholder engagement program for 2013

Every year, on behalf of investors, Desjardins and its partner NEI Investments bring about or stimulate changes in companies whose stock is part of their funds and SRI portfolios, such as the SocieTerra Portfolios.

HERE ARE THE RESULTS OF OUR **SHAREHOLDER ENGAGEMENT PROGRAM** FOR 2013, THAT IS, BETWEEN SEPTEMBER 1, 2012 AND AUGUST 31, 2013:

5,735

VOTES AT SHAREHOLDERS' MEETINGS

42

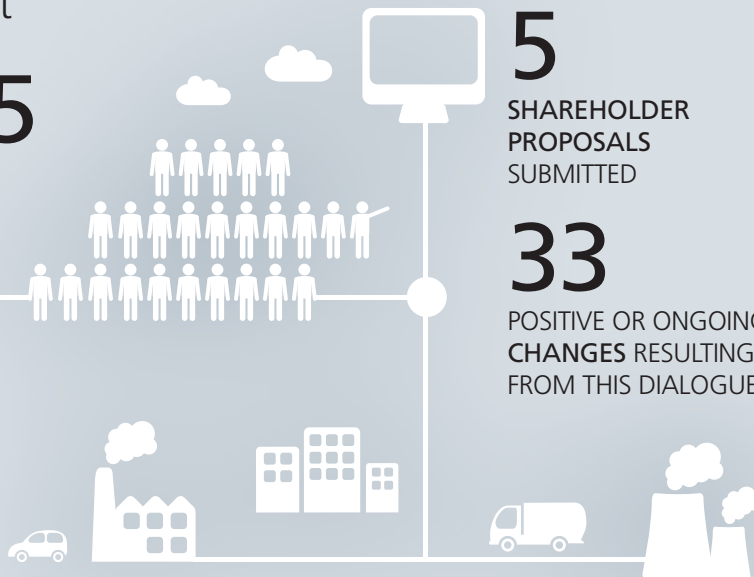
COMPANIES TARGETED FOR INTENSIVE DIALOGUE

5

SHAREHOLDER PROPOSALS SUBMITTED

33

POSITIVE OR ONGOING CHANGES RESULTING FROM THIS DIALOGUE



SHAREHOLDER ENGAGEMENT, TO STIMULATE CHANGE

Track the progress made through socially responsible investments.

For progress updates on the dialogues with companies your investment makes possible,

go to desjardinsfunds.com/SRI-results.

EXCLUSIVE CONTEST



EXCLUSIVE ADVANTAGES FOR MEMBERS

VIP Day at the PGA Quebec Championship

As a Chorus II Portfolio holder, you could win one of five pairs of VIP passes to the PGA Quebec Championship on Saturday September 6, 2014 at La Tempête Golf Club plus a night's stay in the Quebec City area.

You could watch the highlights of the Championship from the plush comfort of the Prestige Terrace at the 17th hole, a covered VIP lounge with an unbeatable view of the action. With high quality service and food, you're sure to have an unforgettable experience. Plasma screens with live score trackers and official championship programs will also be available. The winner will also get a free night's stay in the Quebec City area.

Interested?

Go to desjardins.com/chorus-contest and fill out the entry form for the exclusive Chorus II VIP Day at the PGA Quebec Championship contest.

The draw will be held on August 5 for all entries received before noon on August 4, 2014. Winners will be contacted by telephone.



CHAMPIONNAT DE QUÉBEC
presented by Desjardins

desjardinsfunds.com

The Desjardins Funds are not guaranteed, their value fluctuates frequently and their past performance is not indicative of their future returns. Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. The Desjardins Funds are offered by such registered dealers as Desjardins Financial Services Firm Inc., a mutual fund dealer belonging to Desjardins Group that distributes the Funds in caisses throughout Québec and Ontario, as well as through the Centre financier Desjardins.

Desjardins
Wealth Management
INVESTMENTS

Cooperating in building the future