Probity Mining 2021 Short Duration Flow-Through Limited Partnership

2021 Annual Management
Report of Partnership Performance

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This annual management report of Partnership performance contains financial highlights but does not contain the complete annual financial statements of Probity Mining 2021 Short Duration Flow-Through Limited Partnership (the "Partnership"). You can get a copy of the financial statements at no cost in the following ways; by calling Qwest Investment Fund Management Ltd. (the "Manager") at (604) 602-1142 or 1-866-602-1142; by writing to the Manager at, Suite 732, 1055 Dunsmuir Street, Vancouver, BC V7X 1L2; by e-mailing the Manager at info@qwestfunds.com; or by viewing the information on SEDAR at www.sedar.com.

Securityholders may also contact the Manager to request a copy of the Partnership's proxy voting policies and procedures, proxy voting disclosure records, or quarterly portfolio disclosures.

Management Discussion of Partnership Performance

Results of Operations

The Partnership commenced operations on February 11, 2021. During the period ended December 31, 2021, the Partnership issued 399,996 Class A – National Class units, 252,910 Class A – British Columbia units, 83,669 Class A – Quebec units, 208,590 Class F – National Class units, 9,500 Class F – British Columbia units, 43,200 Class F – Quebec units, and 1 Class P unit. As at December 31, 2021, all classes of units issued were outstanding.

Total expenses incurred by the Partnership for the period from commencement of operations on February 11, 2021 to December 31, 2021 were $1,158,565, comprised mainly of $946,504 in issue costs, $67,773 in accounting fees, $63,587 in administrative fees, and $33,520 in audit fees.

Realized gain of investments for the period ended December 31, 2021 was $367,016. Unrealized depreciation of investments for the period ended December 31, 2021 was $1,650,079.

At December 31, 2021, net assets attributable to Limited Partners for Class A – National Class units was $3,590,649 or $8.98 per unit, for Class A – British Columbia units was $1,241,875 or $4.91 per unit, for Class A – Quebec units was $458,343 or $5.48 per unit, for Class F – National Class units was $1,955,934 or $9.38 per unit, for Class F – British Columbia units was $48,295 or $5.08 per unit, and for Class F – Quebec units was $249,633 or $5.78 per unit.

Recent Developments

The limited partnership's exploration investments provide exposure to various commodities. The most significant exposure is gold, which comes as no surprise as in 2020 precious metals (mainly gold) accounted for approximately 65% of exploration expenditures in Canada.

In 2021, the gold price showed a negative return of 3.5% compared to a 27% return for the Bloomberg Commodity Spot Index. While jewelry demand increased 10% year over year, investment demand undermined any trend towards higher gold prices.

In 2021, electric metals saw significant demand growth. Electric car sales were more than double the sales in 2020, and battery metals like Lithium and Cobalt showed strong returns of 497% and 115% respectively. For base metals, Copper and Nickel prices increased by 28% and 29% respectively.

Physical market tightness and rising general inflation were significant contributors to the outperformance of non-precious metals. In comparison, an overall risk-on investor attitude contributed to precious metals' under-performance.
Uranium prices rose by 40% in 2021 as investors anticipated an increased need for nuclear power to meet global emission targets. While most nuclear power utilities' material purchases are made with long-term contracts, the spot price is often considered a factor in contract pricing. According to Cameco, the uranium price the company expects to realize on its long-term contracts increased by 22% in 2021.

Looking ahead, the fund manager believes we are in a secular bull market for industrial commodities. This applies mainly to "green metals." Electrification and the global push to combat climate change are expected to provide demand support,

especially as quality deposits become harder to find. In the near term, supply chain constraints and increased enthusiasm about green economy initiatives will continue to drive these metals' prices higher. As for precious metals, geopolitical uncertainty coupled with rapidly rising inflation pressures should cause gold to rise in value over the medium term. This view is anchored by the experience of negative real rates in the US and several major economies worldwide, a case expected to sustain over the next several years. While the federal reserve has started to communicate hawkish policies, the implementation of those will likely be measured and muted by the challenge of sustaining an economic recovery due to the lingering pandemic. Thus, volatility in the gold price is expected in the near term. Lastly, advancement in nuclear power utilization should support uranium prices. However, short-term trading may create some volatility as the spot price is discovered with low volumes.

Financial Highlights

The following tables show selected key financial information about the Partnership and are intended to help you understand the Partnership's financial performance for the past period. This information is derived from the Partnership's financial statements.

Net Assets per Limited Partnership unit [(1)]

Net Assets attributable to Limited Partners for Class A - National Class, per unit	December 31, 2021
Initial NAV	**$ 10.00**
Increase (decrease) from operations:	
Total revenue	0.01
Total expenses	(1.30)
Realized gains (losses)	0.40
Unrealized gains (losses)	(0.13)
Total Increase (decrease) from operations [(2)]	**(1.02)**
Distributions:	
From dividends	-
From capital gains	-
Total distributions	-
Net assets attributable to holders of redeemable shares at end of period	**8.98**

Net Assets attributable to Limited Partners for Class A - British Columbia, per unit	December 31, 2021
Initial NAV	**$ 10.00**
Increase (decrease) from operations:	
Total revenue	0.01
Total expenses	(1.19)
Realized gains (losses)	0.35
Unrealized gains (losses)	(4.26)
Total Increase (decrease) from operations [(2)]	**(5.09)**
Distributions:	
From dividends	-
From capital gains	-
Total distributions	**-**
Net assets attributable to holders of redeemable shares at end of period	**4.91**

Financial Highlights

Net Assets attributable to Limited Partners for Class A - Quebec, per unit	December 31, 2021
Initial NAV	**$ 10.00**
Increase (decrease) from operations:	
Total revenue	0.01
Total expenses	(1.28)
Realized gains (losses)	0.26
Unrealized gains (losses)	(3.51)
Total Increase (decrease) from operations [(2)]	**(4.52)**
Distributions:	
From dividends	-
From capital gains	-
Total distributions	-
Net assets attributable to holders of redeemable shares at end of period	**5.48**

Net Assets attributable to Limited Partners for Class F - National Class, per unit	December 31, 2021
Initial NAV	**$ 10.00**
Increase (decrease) from operations:	
Total revenue	0.01
Total expenses	(0.92)
Realized gains (losses)	0.42
Unrealized gains (losses)	(0.13)
Total Increase (decrease) from operations [(2)]	**(0.62)**
Distributions:	
From dividends	-
From capital gains	-
Total distributions	-
Net assets attributable to holders of redeemable shares at end of period	**9.38**

Financial Highlights

Net Assets attributable to Limited Partners for Class F - British Columbia, per unit	December 31, 2021
Initial NAV	**$ 10.00**
Increase (decrease) from operations:	
Total revenue	0.01
Total expenses	(0.90)
Realized gains (losses)	0.36
Unrealized gains (losses)	(4.39)
Total Increase (decrease) from operations [(2)]	**(4.92)**
Distributions:	
From dividends	-
From capital gains	-
Total distributions	-
Net assets attributable to holders of redeemable shares at end of period	**5.08**

Net Assets attributable to Limited Partners for Class F - Quebec, per unit	December 31, 2021
Initial NAV	**$ 10.00**
Increase (decrease) from operations:	
Total revenue	0.01
Total expenses	(0.82)
Realized gains (losses)	0.27
Unrealized gains (losses)	(3.68)
Total Increase (decrease) from operations [(2)]	**(4.22)**
Distributions:	
From dividends	-
From capital gains	-
Total distributions	**-**
Net assets attributable to holders of redeemable shares at end of period	**5.78**

(1) This information is derived from the Partnership's December 31, 2021 audited financial statements. The net assets per security presented in the financial statements differs from the net asset value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to the financial statements.

(2) The Partnership is a closed-end partnership and no additional units can be issued after the completion of the final closing. In addition, no Partnership units can be redeemed until the time of dissolution of the Partnership. As a result, the units issued and outstanding as of the completion of the final closing were used to calculate the net assets attributable to limited partners as at December 31, 2021 and the increase (decrease) from operations for the period from commencement on February 11, 2021 to December 31, 2021.

Ratios and Supplemental Data

Class A - National Class		December 31, 2021
Total net asset value (000's)	$	3,591
Number of mutual fund shares outstanding		399,996
Management expense ratio [1]		2.75%
Management expense ratio before absorption (1)		2.75%
Portfolio turnover rate [2]		31.57%
Trading expense ratio [3]		0.11%
Net asset value per share	$	8.98

Class A - British Columbia		December 31, 2021
Total net asset value (000's)	$	1,242
Number of mutual fund shares outstanding		252,910
Management expense ratio [1]		4.31%
Management expense ratio before absorption (1)		4.31%
Portfolio turnover rate [2]		31.57%
Trading expense ratio [3]		0.11%
Net asset value per share	$	4.91

Class A - Quebec		December 31, 2021
Total net asset value (000's)	$	458
Number of mutual fund shares outstanding		83,669
Management expense ratio [1]		3.34%
Management expense ratio before absorption (1)		3.34%
Portfolio turnover rate [2]		31.57%
Trading expense ratio [3]		0.11%
Net asset value per share	$	5.48

Class F - National Class		December 31, 2021
Total net asset value (000's)	$	1,956
Number of mutual fund shares outstanding		208,590
Management expense ratio [1]		2.75%
Management expense ratio before absorption (1)		2.75%
Portfolio turnover rate [2]		31.57%
Trading expense ratio [3]		0.11%
Net asset value per share	$	9.38

Ratios and Supplemental Data

Class F - British Columbia		December 31, 2021
Total net asset value (000's)	$	48
Number of mutual fund shares outstanding		9,500
Management expense ratio [1]		4.31%
Management expense ratio before absorption (1)		4.31%
Portfolio turnover rate [2]		31.57%
Trading expense ratio [3]		0.11%
Net asset value per share	$	5.08

Class F - Quebec		December 31, 2021
Total net asset value (000's)	$	250
Number of mutual fund shares outstanding		43,200
Management expense ratio [1]		3.33%
Management expense ratio before absorption (1)		3.33%
Portfolio turnover rate [2]		31.57%
Trading expense ratio [3]		0.11%
Net asset value per share	$	5.78

[1] Management expense ratio ("MER") is based on total expenses less commissions for the stated period and is expressed as an annualized percentage of monthly average net assets during the period.

[2] The portfolio turnover rate indicates how actively the Manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Partnership buying and selling all the securities in its portfolio once in the course of the period. The higher a portfolio turnover rate is in a period, the greater the trading costs payable by the Partnership in the period, and the greater the chance of an investor receiving taxable capital gain in the period. There is not necessarily a relationship between turnover rate and the performance of a portfolio.

[3] The trading expense ratio represents total commissions and other portfolio transaction costs expressed as a percentage of average net assets during the period.

Management Fees

There is no management fee.

Summary of Investment Portfolio

As at December 31, 2021, the net assets attributable to limited partnership units was CAD 7,544,749. Below is a breakdown of the investment portfolio as at December 31, 2021, by sector of the top 25 securities and as a percentage of the aggregate net asset value of the securities in the investment portfolio:

Top Holdings	% of Net Assets
Atlas Salt Inc.	13.60
Frontier Lithium Inc.	10.35
Metallis Resources Inc.	7.82
VR Resources Ltd.	7.77
Ethos Gold Corp.	5.80
Strikepoint Gold Inc.	5.37
Avalon Advanced Materials Inc.	3.64
Genesis Metals Corp.	3.31
Blue Lagoon Resources Inc.	3.11
Great Atlantic Resources Corp.	3.01
Vision Lithium Inc.	2.92
Rockridge Resources Inc.	2.70
Vision Lithium Inc. (Warrants)	2.57
Forum Energy Metals Corp.	2.50
Frontier Lithium Inc. (Warrants)	2.34
Ethos Gold Corp. (Warrants)	1.99
Focus Graphite Inc.	1.87
Lomiko Metals Inc.	1.56
Beauce Gold Fields Inc.	1.36
Etruscus Resources Corp.	1.31
IMC International Mining Corp.	1.19
Gambier Gold Corp.	1.03
Metallis Resources Inc. (Warrants)	0.54
Strikepoint Gold Inc. (Warrants)	0.37
Rockridge Resources Ltd. (Warrants)	0.36

Sector/Subgroup	% of Net Assets
Mining	89.21
Cash	11.35
Other assets net of liabilities	(0.56)
	100.00

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund. A quarterly update is available at www.qwestfunds.com.

Caution Regarding Forward-looking Statements

This document may contain forward-looking statements relating to anticipated future events, results, circumstances, performance or expectations that are not historical facts, but instead represent our beliefs regarding future events. By their nature, forward-looking statements require us to make assumptions and are subject to inherent risks and uncertainties. There is significant risk that predictions and other forward-looking statements will not prove to be accurate. We caution readers of this document not to place undue reliance on our forward-looking statements as a number of factors could cause actual future results, conditions, actions or events to differ materially from the targets, expectations, estimates or intentions expressed or implied in the forward-looking statements. Actual results may differ materially from management expectations as projected in such forward-looking statements for a variety of reasons, including but not limited to market and general economic conditions, interest rates, regulatory and statutory developments, the effects of competition in the geographic and business areas in which the Partnership may invest in and the risks detailed from time to time in the Fund's simplified prospectus. We caution that the foregoing list of factors is not exhaustive and that when relying on forward-looking statements to make decisions with respect to investing in the Fund, investors and others should carefully consider these factors, as well as other uncertainties and potential events, and the inherent uncertainty of forward-looking statements. Due to the potential impact of these factors, management of the Partnership does not undertake, and specifically disclaims any intention or obligation to update or revise any forward-looking statements, future events or otherwise, unless required by applicable law.