

# National Bank Monthly Income Fund

Category: Canadian Equity Balanced



Morningstar Rating

## Quick Facts

The fund's objectives are to ensure high current income. The fund invests directly or indirectly through investments in securities of other mutual funds, primarily in income trust units, common and preferred shares and Canadian and foreign debt securities.

### INVESTMENT HORIZON

SHORT

LONG

### FUND VOLATILITY

LOW

HIGH

Minimum Initial Investment: \$500

Subsequent Investment: \$50

Systematic Investment: \$25

Distribution Frequency: Monthly

Assets Under Management (\$M): \$246.5

Price per Unit: Investor Series \$10.59

R Series \$7.73

Inception Date: November 17, 2003

Value of \$10,000 since inception: \$16,311

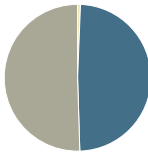
Benchmark Index: Merrill Lynch High Yield hedged in CAD (25%)  
S&P/TSX Preferred (25%)  
TSX Dividend Composite (50%)

Management Fee: 1.50% MER: 1.70%

Portfolio Manager: Natcan Investment Management

Management Team: Martin Lefebvre  
Marc-André Gaudreau  
Mark Jackson  
Francis Pelletier

## Portfolio Asset Mix (% of Net Assets)



0.63%	Cash Holdings
48.89%	Fixed Income
50.48%	Canadian Equity

## Asset Allocation

	Target	Actual
Money Market	0.00	0.63
Altamira High Yield Bond Fund	25.00	24.53
Preferred Equities	25.00	24.40
Common Equities	50.00	50.48

## Top Holdings (%)

Altamira High Yield Bond Fund	24.53
Toronto-Dominion Bank	3.12
Canadian Natural Resources Ltd.	2.46
Suncor Energy Inc.	2.39
Bank of Montreal	2.27
BCE Inc.	2.21
Horizons S&P/TSX 60 Index, S&P/TSX 60	1.94
Baytex Energy Corp.	1.87
Royal Bank of Canada	1.86
Rogers Communications Inc.	1.66

Total of Top Holdings of the Fund (% of Net Assets): 44.31

Total Number of Securities Held: 99

## Average Coupon Rate (%)

Altamira High Yield Bond Fund	9.00
Preferred Equities	5.40
Common Equities	3.30
Money Market	0.80

Weighted Average Coupon Rate (%) 5.20

## Annual Returns (%)

	YTD	2011	2010	2009	2008	2007	2006
Fund	-3.66	-3.66	12.97	29.87	-22.39	2.75	8.48

## Annual Compound Returns (%)

	1 month	3 months	6 months	1 year	3 years	5 years	10 years	Since Inception
Fund	0.62	3.20	-4.53	-3.66	12.23	2.42	—	6.21

## Monthly Distribution Details

Date	871 Investor Series			893 R Series				
	Price/Unit (\$)	Monthly Distribution/Unit (\$)(incl. cap. gains)	Annual Distribution/Unit (%) (excl. cap. gains)	Price/Unit (\$)	Monthly Income (\$)	Return of Capital (\$)	Annual Distribution/Unit (%) (excl. cap. gains)	Reinv. Cap. Gains
December 31, 2011	10.59	0.0356	4.03	7.73	0.0261	0.0172	6.71	—
November 30, 2011	10.36	0.0397	4.60	7.58	0.0291	0.0141	6.84	—
October 31, 2011	10.64	0.0380	4.29	7.80	0.0281	0.0151	6.65	—
September 30, 2011	10.51	0.0316	3.61	7.72	0.0235	0.0197	6.72	—
August 31, 2011	10.72	0.0281	3.15	7.90	0.0204	0.0228	6.56	—
July 31, 2011	11.49	0.0277	2.89	8.49	0.0207	0.0225	6.11	—
June 30, 2011	11.42	0.0289	3.09	8.46	0.0219	0.0213	6.23	—
May 31, 2011	11.64	0.0295	3.04	8.65	0.0214	0.0218	5.99	—
April 30, 2011	11.71	0.0270	2.77	8.72	0.0196	0.0236	5.95	—
March 31, 2011	11.81	0.0254	2.58	8.81	0.0190	0.0242	5.88	—
February 28, 2011	11.82	0.0233	2.37	8.85	0.0179	0.0253	5.86	—
January 31, 2011	11.43	0.0222	2.33	8.58	0.0181	0.0251	6.04	—
Total		0.3570			0.2658	0.2527		

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### Disclosure

National Bank Securities Mutual Funds (the "Funds") are offered by National Bank Securities Inc., a wholly owned subsidiary of National Bank of Canada. Cor commissions, management fees and expenses all may be associated with investments in the Funds. Please read the prospectus of the Funds before investin return are the historical annual compounded total returns which include changes in the value of securities and reinvestment of all distributions and do not take redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. The Funds' securities are not insured Deposit Insurance Corporation or by any other government deposit insurer. For money market funds, there can be no assurances that a fund will be able to m value per security at a constant amount or that the full amount of the investment in a fund will be returned. The Funds are not guaranteed, their values change performance may not be repeated.

The Morningstar Risk-Adjusted Rating, commonly referred to as the Star Rating, relates the risk-adjusted performance of a fund to that of its category peers. 1 rating, the fund and its peers are ranked by their Morningstar Risk-Adjusted Returns. If a fund scores in the top 10% of its fund category, it receives five stars ( next 22.5%, it receives four stars (Above Average); a place in the middle 35% earns a fund three stars (Neutral or Average); those in the next 22.5% receive t Average); and the lowest 10% get one star (Low).

The overall Star Rating for a fund is a weighted combination of its three, five, and ten year ratings. If a fund has less than three years' performance history, it is least three but less than five years' history, its overall rating is equal to its three-year rating. If it has at least five but less than ten years' history, its overall ratir five-year rating and 40% three-year rating. If it has at least ten years' history, its overall rating is equal to 50% ten-year rating, 30% five-year rating and 20% th Morningstar Risk-Adjusted Ratings are recalculated monthly.

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