

National Bank Monthly Secure Income Fund

Category: Canadian Fixed Income Balanced

Quick Facts

To ensure current income and capital preservation.

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): \$59.4

Price per Unit:
Investor Series \$10.09
R Series \$9.48

Inception Date: May 4, 2006

Value of \$10,000 since inception: \$11,860

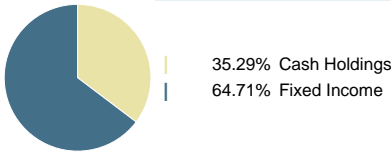
Benchmark Index:
182 Days T-Bill (35%)
DEX Short Term (25%)
DEX Bond Universe (15%)
Merrill Lynch High Yield hedged
CAD (15%)
S&P/TSX Preferred (10%)

Management Fee: 1.25% MER: 1.44%

Portfolio Manager: Natcan Investment Management

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

Portfolio Asset Mix (% of Net Assets)



Asset Allocation

	Target	Actual
Money Market	35.00	35.29
NB Mortgage Fund	25.00	25.09
National Bank Bond Fund	15.00	14.93
Altamira High Yield Bond Fund	15.00	15.34
Preferred Equities	10.00	9.40

Top Holdings (%)

Cash & Other Assets	37.70
National Bank Mortgage Fund	24.99
Altamira High Yield Bond Fund	15.24
National Bank Bond Fund	14.83
Manulife Financial Corp., 6.60 %, Class A, Series 4	0.32
Canadian Imperial Bank of Commerce, 4.70%, Class A, Série 6R	0.29
Great-West Lifeco Inc., 4.85%, Series H	0.23
Sun Life Financial Inc., 4.80%, Class A, Series 2	0.22
Sun Life Financial Inc., 4.75%, Class A, Series 1	0.19
Sun Life Financial Inc., 6.00 %, Class A, Series 6R	0.16

Total of Top Holdings of the Fund (% of Net Assets): 100.00%

Total Number of Securities Held: 44

Average Coupon Rate (%)

Altamira High Yield Bond Fund	9.00
Preferred Equities	5.40
NB Mortgage Fund	3.75
National Bank Bond Fund	2.70
Money Market	0.80
Weighted Average Coupon Rate (%)	3.51

Annual Returns (%)

	YTD	2011	2010	2009	2008	2007	2006
Fund	2.70	2.70	4.04	8.70	-1.96	0.94	—

Annual Compound Returns (%)

	1 month	3 months	6 months	1 year	3 years	5 years	10 years	Since Inception
Fund	0.69	1.08	1.04	2.70	5.12	2.82	—	3.06

Monthly Distribution Details

Date	874 Investor Series			890 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	10.09	0.0189	2.25	9.48	0.0172	0.0148	4.05	—
November 30, 2011	10.04	0.0192	2.29	9.45	0.0184	0.0136	4.06	—
October 31, 2011	10.05	0.0197	2.35	9.48	0.0186	0.0134	4.05	—
September 30, 2011	10.06	0.0189	2.25	9.50	0.0175	0.0145	4.04	—
August 31, 2011	10.06	0.0194	2.31	9.51	0.0185	0.0135	4.04	—
July 31, 2011	10.12	0.0180	2.13	9.59	0.0163	0.0157	4.00	—
June 30, 2011	10.10	0.0181	2.15	9.58	0.0177	0.0143	4.01	—
May 31, 2011	10.11	0.0203	2.41	9.61	0.0192	0.0128	4.00	—
April 30, 2011	10.07	0.0194	2.31	9.58	0.0182	0.0138	4.01	—
March 31, 2011	10.08	0.0187	2.23	9.60	0.0177	0.0143	4.00	—
February 28, 2011	10.08	0.0193	2.30	9.62	0.0180	0.0140	3.99	—
January 31, 2011	10.06	0.0192	2.29	9.61	0.0190	0.0130	4.00	—
Total		0.2291			0.2163	-0.1677		

As at December 31, 2011

National Bank Monthly Secure Income Fund

Category: Canadian Fixed Income Balanced

Disclosure

National Bank Securities Mutual Funds (the "Funds") are offered by National Bank Securities Inc., a wholly owned subsidiary of National Bank of Canada. Commissions, management fees and expenses all may be associated with investments in the Funds. Please read the prospectus of the Funds before investing. Returns 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 by the Deposit Insurance Corporation or by any other government deposit insurer. For money market funds, there can be no assurance that a fund will be able to maintain a 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 and performance may not be repeated.