

AMENDMENT NO. 1
DATED OCTOBER 28, 2011 TO THE SIMPLIFIED PROSPECTUS DATED MAY 27, 2011

For securities of the following funds:

National Bank Short Term Canadian Income Fund (*Investor Series* and *R Series*)
 Altamira Tactical Asset Allocation Fund (*Investor Series*)
 National Bank Strategic Yield Class* (*Investor Series, Advisor Series, Institutional Series* and *M Series*)

* A class of shares of National Bank Funds Corporation

REASONS FOR THE AMENDMENT

The reason for the amendment is to add securities of the *O Series* to the National Bank Short Term Canadian Income Fund, securities of the *Advisor Series* to the Altamira Tactical Asset Allocation Fund and securities of the *F Series* to the National Bank Strategic Yield Class as of October 31, 2011.

AMENDMENT TO THE SIMPLIFIED PROSPECTUS

The Simplified Prospectus is hereby amended as follows:

- As of October 31, 2011, the information on the cover page relating to the National Bank Short Term Canadian Income Fund, the Altamira Tactical Asset Allocation Fund and the National Bank Strategic Yield Class reads as follows:

National Bank Short Term Canadian Income Fund ^{(5) (6)}
 Altamira Tactical Asset Allocation Fund ⁽¹⁾
 National Bank Strategic Yield Class ^{(1) (2) (3) (4) *}

(1) Securities of the *Advisor Series* as well

(2) Securities of the *F Series* as well

(3) Securities of the *Institutional Series* as well

(4) Securities of the *M Series* as well

(5) Securities of the *O Series* as well

(6) Securities of the *R Series* as well

* A class of shares of National Bank Funds Corporation

- As of October 31, 2011, the information relating to the National Bank Strategic Yield Class, in the table on page 10 of the Prospectus, under *Minimum purchase and redemption amounts*, is deleted and replaced by the information below in order to add information on the minimum purchase and redemption amounts relating to the *F Series* of the National Bank Strategic Yield Class:

Funds	Minimum initial investment and minimum balance*	Minimum purchase and redemption*
.....		
National Bank Strategic Yield Class		
- <i>Investor, Advisor, and F Series</i>	\$5,000	\$500
- <i>Institutional Series</i>	\$100,000	\$2,500
- <i>M Series</i>	\$1,000,000	-
.....		

- As of October 31, 2011, the information relating to the National Bank Strategic Yield Class, in the table on page 11 of the Prospectus, under *Systematic withdrawal plan*, is deleted and replaced by the information below in order to add information concerning the terms for the systematic withdrawal plan relating to the *F Series* of the National Bank Strategic Yield Class:

Funds	Minimum initial investment	Minimum that must be kept in fund	Minimum periodic payment
.....			
National Bank Strategic Yield Class			
- <i>Investor, Advisor and F Series</i>	\$25,000	\$ 5,000	\$50
- <i>Institutional Series</i>	\$100,000	\$100,000	\$1,000
- <i>M Series</i>	\$1,000,000	\$1,000,000	\$1,000
.....			

- As of October 31, 2011, the information relating to the National Bank Strategic Yield Class, in the table on page 12 of the Prospectus, under *Systematic investment plan*, is deleted and replaced by the information below in order to add information concerning the terms for the Systematic Investment Plan relating to the *F Series* of the National Bank Strategic Yield Class:

Funds	Minimum initial investment	Minimum subsequent purchase
.....		
National Bank Strategic Yield Class		
- <i>Investor, Advisor and F Series</i>	\$5,000	\$25
- <i>Institutional Series</i>	\$100,000	\$500
- <i>M Series</i>	\$1,000,000	\$500
.....		

- As of October 31, 2011, the table on page 17 of the Prospectus relating to the *Advisor Series*, under *Trailing commissions*, is amended to add information relating to the maximum trailing commission rates for the *Advisor Series* of the Altamira Tactical Allocation Fund under the information relating to specialized funds:

Advisor Series

Fund category/Fund	Low sales charge option			
	Initial sales charge option	Deferred sales charge option	Trailing commission (1-3 years)	Trailing commission (4+ years)
Altamira Tactical Asset Allocation Fund	up to 1.00%	up to 0.50%	up to 0.50%	up to 1.00%

- The "Date the fund was started", "Type of securities this fund offers you" and "Management fees" sections of the table entitled "Fund details" on page 31 relating to the National Bank Short Term Canadian Income Fund are amended to read as follows as of October 31, 2011:

Date the fund was started	<i>Investor Series</i> – March 5, 1997 <i>O Series</i> – October 31, 2011 <i>R Series</i> – May 27, 2011
Type of securities this fund offers you	<i>Investor, O and R Series</i> mutual fund trust units
Management fees	<i>Investor Series</i> : 0.30% <i>R Series</i> : 0.30% <i>O Series</i> : maximum 0.30%

- The "Date the fund was started", "Type of securities this fund offers you" and "Management fees" sections of the table entitled "Fund details" on page 75 relating to the Altamira Tactical Asset Allocation Fund are amended to read as follows as of October 31, 2011:

Date the fund was started	<i>Investor Series</i> – March 18, 1986 <i>Advisor Series</i> – October 31, 2011
Type of securities this fund offers you	<i>Investor and Advisor Series</i> mutual fund trust units
Management fees	<i>Investor Series</i> : 1.40% plus fees and disbursements directly related to the implementation of transactions for the portfolio of the fund, taxes payable by the fund or to which the fund may be subject and borrowing expenses, if any. All other expenses of the fund are paid by the manager. <i>Advisor Series</i> : 1.75% plus fees and disbursements directly related to the implementation of transactions for the portfolio of the fund, taxes payable by the fund or to which the fund may be subject and borrowing expenses, if any. All other expenses of the fund are paid by the manager.

- The "Date the fund was started", "Type of securities this fund offers you" and "Management fees" sections of the table entitled "Fund details" on page 115 relating to the National Bank Strategic Yield Class are amended to read as follows as of October 31, 2011:

Date the fund was started	<i>Investor Series</i> – October 16, 2002 <i>Advisor Series</i> – October 8, 2002 <i>F Series</i> – October 31, 2011 <i>Institutional Series</i> – October 8, 2002 <i>M Series</i> – October 8, 2002
Type of securities this fund offers you	<i>Investor, Advisor, F, Institutional</i> and <i>M Series</i> mutual fund corporation shares
Management fees	<i>Investor Series</i> : 1.25% <i>Advisor Series</i> : 1.25% <i>F Series</i> : 1.00 % <i>Institutional Series</i> : 1.00% <i>M Series</i> : 0.75%

PURCHASER'S STATUTORY RIGHTS

Securities legislation in some provinces and territories gives you the right to withdraw from an agreement to buy mutual funds within two business days of receiving the Simplified Prospectus, or to cancel your purchase within 48 hours of receiving confirmation of your order.

Securities legislation in some provinces and territories also allows you to cancel an agreement to buy mutual fund units and get your money back, or to make a claim for damages, if the Simplified Prospectus, Annual Information Form or financial statements misrepresent any facts about the Fund. These rights must usually be exercised within certain time limits. For more information, refer to the securities legislation of your province or territory or consult your lawyer.

October 28, 2011