

## INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

For the period ended June 30, 2021

Canadian Equity Fund

### **NBI Canadian Equity Fund** (formerly NBI Jarislowsky Fraser Select Canadian Equity Fund)

#### **Notes on forward-looking statements**

This report may contain forward-looking statements concerning the Fund, its future performance, its strategies or prospects or about future events or circumstances. Such forward-looking statements include, among others, statements with respect to our beliefs, plans, expectations, estimates and intentions. The use of the expressions "foresee", "intend", "anticipate", "estimate", "assume", "believe" and "expect" and other similar terms and expressions indicate forward-looking statements.

By their very nature, forward-looking statements imply the use of assumptions and necessarily involve inherent risks and uncertainties. Consequently, there is a significant risk that the explicit or implicit forecasts contained in these forward-looking statements might not materialize or that they may not prove to be accurate in the future. A number of factors could cause future results, conditions or events to differ materially from the objectives, expectations, estimates or intentions expressed in such forward-looking statements. Such differences might be caused by several factors, including changes in Canadian and worldwide economic and financial conditions (in particular interest and exchange rates and the prices of other financial instruments), market trends, new regulatory provisions, competition, changes in technology and the potential impact of conflicts and other international events.

The foregoing list of factors is not exhaustive. Before making any investment decision, investors and others relying on our forward-looking statements should carefully consider the foregoing factors and other factors. We caution readers not to rely unduly on these forward-looking statements. We assume no obligation to update forward-looking statements in the light of new information, future events or other circumstances unless applicable legislation so provides.

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This interim management report of fund performance contains financial highlights, but does not contain the complete interim financial statements of the investment fund. You can get a copy of the interim financial statements at your request, and at no cost, by calling 1-888-270-3941 or 514-871-2082, by writing to us at National Bank Investments Advisory Service, 500, Place d'Armes, 12th floor, Montreal, Quebec, H2Y 2W3, by visiting our website at [www.nbinvestments.ca](http://www.nbinvestments.ca), by visiting SEDAR's website at [www.sedar.com](http://www.sedar.com), or by contacting your advisor. You may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

## Management Discussion of Fund Performance

### Results of Operations

For the six-month period ended June 30, 2021, the NBI Canadian Equity Fund's Advisor Series units returned 15.03% compared to 17.28% for the Fund's benchmark, the S&P/TSX Capped Composite Index (CAD). Unlike the benchmark, the Fund's performance is calculated after fees and expenses. Please see the *Past Performance* section for the returns of all of the Fund's series, which may vary mainly because of fees and expenses.

Certain series of the Fund, as applicable, may make distributions at a rate determined by the manager. This rate may change from time to time. If the aggregate amount of distributions in such series exceeds the portion of net income and net realized capital gains allocated to such series, the excess will constitute a return of capital. The manager does not believe that the return of capital distributions made by such series of the Fund have a meaningful impact on the Fund's ability to implement its investment strategy or to fulfill its investment objective.

The Fund's net asset value rose by 507.58% over the period, from \$141.41 million as at December 31, 2020 to \$859.16 million as at June 30, 2021.

The increase stemmed mainly from the merger of the NBI Jarislowsky Fraser Select Canadian Equity Fund with this Fund and market fluctuations.

Global equity markets generated strong gains during the first half of 2021, bolstered by the success of vaccination campaigns, abundant monetary and fiscal stimulus, and the reopening of economies. Bonds, on the other hand, endured a more difficult period, as a recovery in economic activity and rising inflation pushed Treasury yields off their historic lows.

In this risk-on environment, the Canadian dollar strengthened as the Bank of Canada adopted a relatively more hawkish tone and crude oil prices increased markedly. Meanwhile, gold prices edged lower, weighed down by a generally stronger U.S. dollar and slightly higher real yields.

In equity markets, value-oriented names outperformed higher growth stocks as investors continued to favour more cyclical sectors, although this trend partly reversed in the latter part of the 6-month period. During the first half of the year, these circumstances proved especially beneficial to the Canadian stock market, the top-performing region in the world. All sectors posted gains, except for the Materials sector. While the Energy sector led the way (+37%), Financials, Health Care, Real Estate, and Information Technology generated over 20%. The strength of the Energy sector was also a major contributor to U.S. equities, as were the Real Estate and Financial Services sectors. Finally, after a good start, emerging markets lagged their peers as a stronger greenback and an apparent slowdown in Chinese growth dampened investors' sentiment for the region.

In this context, the Fund underperformed its blended benchmark for the period. Positive contributors were stock selection and underweight position in the Materials sector as well as TD Bank, Shopify and Enbridge on an individual basis.

Conversely, stock selection in the Financial sector and the underweight exposure in the Energy sector were the top detractors as well as Canadian National Railway, Verisk Analytics and Enghouse Systems.

### Recent Developments

Investors' concerns mainly revolve around rising inflation prospects, which could lead to central banks scaling back stimulus programs. When the economic recovery is no longer solely attributable to policies put in place during the COVID-19 period and becomes more self-sustaining, financial markets may experience more volatility.

Taking into consideration that inventories need to be rebuilt, the accumulation of excess savings, and the prevalence of favourable financial conditions, the portfolio manager expectation is that investors will be positively surprised with a strong economic rebound.

At the end of the semester, the Fund was most notably overweight in the Industrials and Consumer Discretionary sectors. The biggest underweights were in the Energy and Financials sectors.

On April 30, 2021, the Fund's independent review committee (the "IRC") was reduced to three members when Yves Julien resigned as IRC member. On May 1, 2021, the Fund's IRC was increased to four members when Paul Béland was appointed as IRC member.

On May 17, 2021, National Bank Investments Inc. ("NBI") announced the results of the proposals voted upon at the special meetings of securityholders of certain NBI Funds held on that day. The proposed fund mergers were part of a series of initiatives that seek to ensure a more streamlined NBI Fund line-up to provide investors with a comprehensive, more clearly defined range of investment products.

Therefore, the NBI Canadian Equity Fund merged with the NBI Jarislowsky Fraser Select Canadian Equity Fund on or about May 21, 2021. On the same date, the Fund was renamed NBI Canadian Equity Fund. To facilitate the merger, the Series O of the Fund was made available for new purchases on March 23, 2021, the Investor Series of the Fund was launched on May 5, 2021 while the Advisor-2 Series and Series F-2 of the Fund were launched on May 13, 2021. The Advisor-2 Series and Series F-2 are generally not available for new purchases.

During the meetings, securityholders of the NBI Jarislowsky Fraser Select Income Fund also approved a change to the way certain operating expenses are charged to the fund. These operating expenses were therefore replaced by fixed-rate administration fees, which NBI began paying on or about May 19, 2021.

### Related Party Transactions

National Bank of Canada ("the Bank") and its affiliated companies' roles and responsibilities related to the Fund are as follows:

#### Fund Manager

The Fund is managed by National Bank Investments Inc. ("NBII"), which is a wholly-owned subsidiary of the Bank. Therefore, NBII provides or ensures the provision of all general management and administrative services required by the Fund's current operations, including investment consulting, the arrangement of brokerage contracts for the purchase and sale of the investment portfolio, bookkeeping and other administrative services required by the Fund.

The Manager pays the operating expenses of the Fund other than its "Fund costs" (defined below) (the "variable operating expenses"), in exchange for the Fund's payment to the Manager of annual fixed-rate administration fees with respect to each series of the Fund.

The administration fees are equal to a specified percentage of the net asset value of each series of the Fund, calculated and paid in the same manner as the Fund's management fees. The variable operating expenses payable by the Manager include, but are not limited to: transfer agency and recordkeeping costs; custodial costs; accounting and valuation fees; audit fees and legal fees; costs of preparing and distributing financial reports, simplified prospectuses, annual information forms, Fund Facts, continuous disclosure material and other securityholder communications; and costs of trustee services relating to registered tax plans, as applicable.

In addition to administration fees, the Fund shall also pay certain Fund costs, namely: taxes (including, but not limited to, GST/HST and income taxes); costs of compliance with any changes to existing governmental or regulatory requirements introduced after August 1, 2013; costs of compliance with any new governmental or regulatory requirements, including any new fees introduced after August 1, 2013; interest and borrowing costs; costs related to external services that were not commonly charged in the Canadian mutual fund industry as at August 1, 2013; Independent Review Committee costs, including compensation paid to IRC members, travel expenses, insurance premiums and costs associated with their continuing education; and variable operating expenses incurred outside of the normal course of business of the Fund.

The Manager may, from time to time and at its sole discretion, decide to absorb a portion of a series' management fees, administration fees or Fund costs.

As described under the heading *Management Fees*, the Fund pays annual management fees to NBII as consideration for its services.

### Distribution and Dealer Compensation

Fund securities are offered by National Bank Direct Brokerage (a division of National Bank Financial Inc., an indirect wholly owned subsidiary of the Bank), CABN Investments (a division of NBII), National Bank Financial Inc. and other affiliated entities. Each month, brokers receive a commission representing a percentage of the average daily value of the securities held by their clients.

### Brokerage Fees

The Fund may pay broker's commissions at market rates to a corporation affiliated with NBII. The brokerage fees paid by the Fund for the period are as follows:

|   | Period ended<br>June 30, 2021 |
|---|-------------------------------|
| <b>Total brokerage fees</b>                           | 113,353.27                    |
| <b>Brokerage fees paid to National Bank Financial</b> | 3,203.17                      |

### Holdings

As at June 30, 2021, National Bank Investments Inc. held 727.59 Fund securities for a value of \$8,420.33, which represented close to 0.0010% of the net asset value of the Fund at that date. Transactions between National Bank Investments Inc. and the Fund were carried out in the normal course of business and at the Fund's net asset value as at the transaction date.

### Independent Review Committee Approvals and Recommendations

The Fund followed the standing instructions of its Independent Review Committee with respect to one or more of the following transactions:

- Purchasing or holding the securities of a related issuer, in particular, those of National Bank of Canada;
- Investing in the securities of an issuer when an entity related to the manager acts as an underwriter for the placement or at any time during the 60-day period after the end of the placement;
- Purchasing or selling securities to another investment fund managed by the manager or a company in the same group;
- Purchasing or selling debt securities on the secondary market, through related brokers that are main brokers in the Canadian debt securities market (in accordance with an exemption received from the Canadian Securities Administrators);
- Entering into foreign exchange transactions (including both spot transactions and forward transactions) with National Bank of Canada.

The manager has implemented policies and procedures to make sure that the conditions applicable to each of the above transactions are met. The applicable standing instructions require that these transactions be carried out in accordance with NBI policies, which specify, in particular, that investment decisions pertaining to these related party transactions must be made free from any influence by an entity related to NBI and without taking into account any consideration relevant to an entity related to NBI. Furthermore, the investment decisions must represent the business judgment of the securities advisor, uninfluenced by considerations other than the best interest of the Fund and must achieve a fair and reasonable result for the Fund.

### Registered Plan Trust Services

NTC receives a fixed amount per registered account for services provided as trustee for registered plans.

### Administrative and Operating Services

The provision of certain services was delegated by the Fund manager, NBII, to National Bank Trust Inc. ("NBT"), a wholly-owned indirect subsidiary of the Bank. These include accounting, reporting and portfolio valuation services. The fees incurred for these services are paid to NBT by the Fund manager.

### Management Fees

The Fund pays annual management fees to the Fund manager for its management services. The fees are calculated based on a percentage of the Fund's daily net asset value before applicable taxes and are paid on a monthly basis. A portion of the management fees paid by the Fund covers maximum annual trailer fees and sales commissions paid to brokers. The remainder of the management fees primarily covers investment management and general administration services. The breakdown of major services provided in consideration of the management fees, expressed as an approximate percentage of the management fees is as follows:

| Series                           | Management Fees | Distribution | Others <sup>†</sup> |
|----------------------------------|-----------------|--------------|---------------------|
| Investor Series                  | 1.75%           | 57.14%       | 42.86%              |
| Advisor Series and Series T5*    |                 |              |                     |
| Front-end load                   | 1.75%           | 57.14%       | 42.86%              |
| Back-end load - 1 to 6 years     | 1.75%           | 28.57%       | 71.43%              |
| Back-end load - 7 years and more | 1.75%           | 57.14%       | 42.86%              |
| Low load - 1 to 3 years          | 1.75%           | 28.57%       | 71.43%              |
| Low load - 4 years and more      | 1.75%           | 57.14%       | 42.86%              |
| Advisor-2 Series*                |                 |              |                     |
| Front-end load                   | 1.70%           | 58.82%       | 41.18%              |
| Back-end load - 1 to 6 years     | 1.70%           | 29.41%       | 70.59%              |
| Back-end load - 7 years and more | 1.70%           | 58.82%       | 41.18%              |
| Low load - 1 to 3 years          | 1.70%           | 29.41%       | 70.59%              |
| Low load - 4 years and more      | 1.70%           | 58.82%       | 41.18%              |
| Series E                         | 0.75%           | -            | 100.00%             |
| Series F and Series F5           | 0.75%           | -            | 100.00%             |
| Series O                         | N/A**           | -            | 100.00%             |
| Series F-2                       | 0.70%           | -            | 100.00%             |

<sup>(†)</sup> Includes all costs related to management, investment advisory services, general administration and profit.

<sup>(\*)</sup> Excluding sales commissions paid on the Advisor and Advisor-2 Series with deferred and low sales charge options, and paid on Series T5 with the low sales charge option, which are not included in the management fees.

<sup>(\*\*)</sup> There are no management fees paid by the Fund with respect to the Series O. Instead, Series O securityholders pay a negotiated administration fee directly to National Bank Investments.

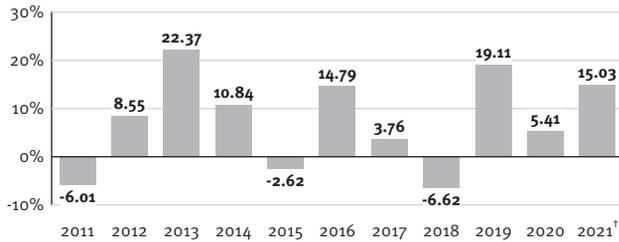
### Past Performance

The performance of each series of the Fund presented below are calculated as of December 31 of each year. They assume that all distributions made in the periods shown were reinvested in additional securities and does not take into account sales, redemption charges, distributions, or optional charges that would have reduced returns. Past performance of a series of the Fund does not necessarily indicate how it will perform in the future.

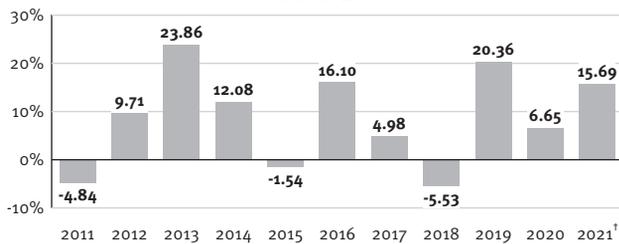
## Annual Returns

The bar charts indicate the performance for each the Fund's series in existence greater than one year during the years shown, and illustrate how the performance has changed from year to year. They show, in percentage terms, how much an investment made on January 1 (or made commencing from the start of the series) would have grown or decreased by December 31 of that year, or by June 30, as applicable.

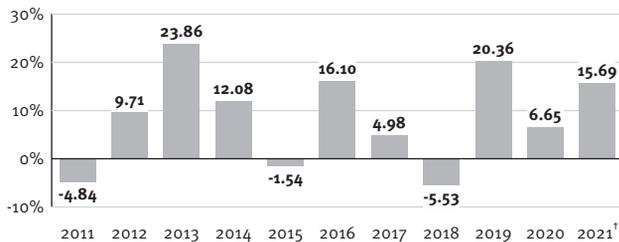
Advisor Series



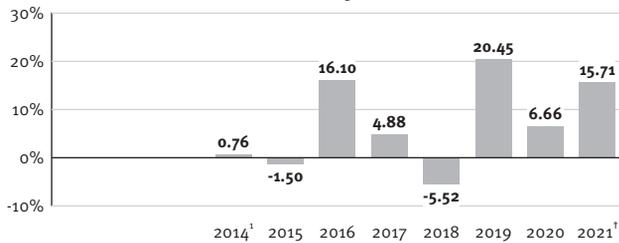
Series E



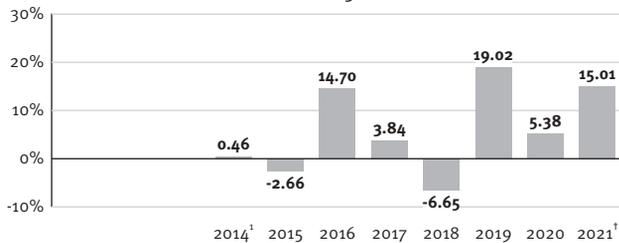
Series F



Series F5



Series T5



<sup>(‡)</sup> Returns for the period of September 30, 2014 (commencement of operations) to December 31, 2014.

<sup>(†)</sup> Returns for the period from January 1, 2021 to June 30, 2021.

## Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the accounting periods shown.

### Investor\*/ Advisor Series

<sup>(1)</sup> The Investor Series was created on May 5, 2021.

Net Assets per Unit<sup>(1)</sup> Commencement of operations: October 7, 2010

| Accounting Period Ended  | 2021<br>June 30 | 2020<br>December 31 | 2019<br>December 31 | 2018<br>December 31 | 2017<br>December 31 | 2016<br>December 31 |
|--|-----------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| <b>Net Assets, Beginning of Accounting Period Shown</b> <sup>(4)</sup> | 18.42           | 17.51               | 14.77               | 15.91               | 15.39               | 13.48               |
| <b>Increase (Decrease) from Operations (\$)</b>                        |                 |                     |                     |                     |                     |                     |
| Total revenue  | 0.21            | 0.40                | 0.44                | 0.42                | 0.39                | 0.39                |
| Total expenses   | (0.21)          | (0.35)              | (0.35)              | (0.32)              | (0.33)              | (0.30)              |
| Realized gains (losses)  | 0.39            | 0.47                | (0.10)              | 1.07                | (0.58)              | 0.22                |
| Unrealized gains (losses)  | 3.08            | 0.41                | 2.82                | (2.20)              | 1.09                | 1.67                |
| <b>Total Increase (Decrease) from Operations (\$)</b> <sup>(2)</sup>   | 3.47            | 0.93                | 2.81                | (1.03)              | 0.57                | 1.98                |
| <b>Distributions (\$)</b>  |                 |                     |                     |                     |                     |                     |
| From net investment income (excluding dividends)                       | —               | —                   | —                   | —                   | —                   | —                   |
| From dividends   | —               | 0.04                | 0.07                | 0.08                | 0.06                | 0.08                |
| From capital gains   | —               | —                   | —                   | —                   | —                   | —                   |
| Return of capital  | —               | —                   | —                   | —                   | —                   | —                   |
| <b>Total Annual Distributions (\$)</b> <sup>(3)</sup>                  | —               | 0.04                | 0.07                | 0.08                | 0.06                | 0.08                |
| <b>Net Assets, End of Accounting Period Shown (\$)</b> <sup>(4)</sup>  | 21.20           | 18.42               | 17.51               | 14.77               | 15.91               | 15.39               |

### Ratios and Supplemental Data

| Accounting Period Ended                                    | 2021<br>June 30 | 2020<br>December 31 | 2019<br>December 31 | 2018<br>December 31 | 2017<br>December 31 | 2016<br>December 31 |
|--|-----------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Total net asset value (000's of \$) <sup>(5)</sup>         | 90,444          | 37,848              | 37,504              | 30,979              | 36,327              | 35,894              |
| Number of units outstanding <sup>(5)</sup>                 | 4,267,011       | 2,053,986           | 2,141,234           | 2,097,469           | 2,283,489           | 2,332,866           |
| Management expense ratio (%) <sup>(6)</sup>                | 2.10            | 2.12                | 2.06                | 2.04                | 2.09                | 2.12                |
| Management expense ratio before waivers or absorptions (%) | 2.12            | 2.14                | 2.07                | 2.05                | 2.10                | 2.13                |
| Trading expense ratio (%) <sup>(7)</sup>                   | 0.05            | 0.02                | 0.02                | 0.02                | 0.03                | 0.02                |
| Portfolio turnover rate (%) <sup>(8)</sup>                 | 32.45           | 24.35               | 12.01               | 20.87               | 10.48               | 8.16                |
| Net asset value per unit (\$)                              | 21.20           | 18.43               | 17.52               | 14.77               | 15.91               | 15.39               |

### Advisor-2 Series

Net Assets per Unit<sup>(1)</sup> Commencement of operations: May 13, 2021

| Accounting Period Ended  | 2021<br>June 30 |
|--|-----------------|
| <b>Net Assets, Beginning of Accounting Period Shown</b> <sup>(4)</sup> | 10.00           |
| <b>Increase (Decrease) from Operations (\$)</b>                        |                 |
| Total revenue  | 0.03            |
| Total expenses   | (0.03)          |
| Realized gains (losses)  | 0.02            |
| Unrealized gains (losses)  | 0.64            |
| <b>Total Increase (Decrease) from Operations (\$)</b> <sup>(2)</sup>   | 0.66            |
| <b>Distributions (\$)</b>  |                 |
| From net investment income (excluding dividends)                       | —               |
| From dividends   | —               |
| From capital gains   | —               |
| Return of capital  | —               |
| <b>Total Annual Distributions (\$)</b> <sup>(3)</sup>                  | —               |
| <b>Net Assets, End of Accounting Period Shown (\$)</b> <sup>(4)</sup>  | 10.53           |

### Ratios and Supplemental Data

| Accounting Period Ended                                    | 2021<br>June 30 |
|--|-----------------|
| Total net asset value (000's of \$) <sup>(5)</sup>         | 10,141          |
| Number of units outstanding <sup>(5)</sup>                 | 963,063         |
| Management expense ratio (%) <sup>(6)</sup>                | 2.07            |
| Management expense ratio before waivers or absorptions (%) | 2.07            |
| Trading expense ratio (%) <sup>(7)</sup>                   | 0.05            |
| Portfolio turnover rate (%) <sup>(8)</sup>                 | 32.45           |
| Net asset value per unit (\$)                              | 10.53           |

## Series F/E

Net Assets per Unit<sup>(1)</sup>

Commencement of operations: October 7, 2010

| Accounting Period Ended  | 2021    | 2020        | 2019        | 2018        | 2017        | 2016        |
|--|---------|-------------|-------------|-------------|-------------|-------------|
|  | June 30 | December 31 |
| <b>Net Assets, Beginning of Accounting Period Shown</b> <sup>(4)</sup> | 19.01   | 17.99       | 15.11       | 16.31       | 15.74       | 13.72       |
| <b>Increase (Decrease) from Operations (\$)</b>                        |         |             |             |             |             |             |
| Total revenue  | 0.21    | 0.41        | 0.45        | 0.43        | 0.40        | 0.40        |
| Total expenses   | (0.10)  | (0.17)      | (0.16)      | (0.15)      | (0.15)      | (0.15)      |
| Realized gains (losses)  | 0.44    | 0.47        | (0.11)      | 1.11        | (0.62)      | 0.22        |
| Unrealized gains (losses)  | 2.75    | 0.50        | 2.74        | (2.25)      | 1.17        | 1.83        |
| <b>Total Increase (Decrease) from Operations (\$)</b> <sup>(2)</sup>   | 3.30    | 1.21        | 2.92        | (0.86)      | 0.80        | 2.30        |
| <b>Distributions (\$)</b>  |         |             |             |             |             |             |
| From net investment income (excluding dividends)                       | —       | —           | —           | —           | —           | —           |
| From dividends   | 0.07    | 0.18        | 0.20        | 0.29        | 0.21        | 0.19        |
| From capital gains   | —       | —           | —           | —           | —           | —           |
| Return of capital  | —       | —           | —           | —           | —           | —           |
| <b>Total Annual Distributions (\$)</b> <sup>(3)</sup>                  | 0.07    | 0.18        | 0.20        | 0.29        | 0.21        | 0.19        |
| <b>Net Assets, End of Accounting Period Shown (\$)</b> <sup>(4)</sup>  | 21.92   | 19.01       | 17.99       | 15.11       | 16.31       | 15.74       |

### Ratios and Supplemental Data

| Accounting Period Ended                                    | 2021      | 2020        | 2019        | 2018        | 2017        | 2016        |
|--|-----------|-------------|-------------|-------------|-------------|-------------|
|  | June 30   | December 31 |
| Total net asset value (000's of \$) <sup>(5)</sup>         | 85,591    | 72,071      | 65,581      | 43,098      | 56,197      | 49,609      |
| Number of units outstanding <sup>(5)</sup>                 | 3,904,657 | 3,791,074   | 3,644,562   | 2,852,897   | 3,445,436   | 3,151,205   |
| Management expense ratio (%) <sup>(6)</sup>                | 0.97      | 0.97        | 0.93        | 0.90        | 0.95        | 0.99        |
| Management expense ratio before waivers or absorptions (%) | 0.99      | 0.99        | 0.95        | 0.92        | 0.96        | 1.00        |
| Trading expense ratio (%) <sup>(7)</sup>                   | 0.05      | 0.02        | 0.02        | 0.02        | 0.03        | 0.02        |
| Portfolio turnover rate (%) <sup>(8)</sup>                 | 32.45     | 24.35       | 12.01       | 20.87       | 10.48       | 8.16        |
| Net asset value per unit (\$)                              | 21.92     | 19.01       | 17.99       | 15.11       | 16.31       | 15.74       |

## Series F-2

Net Assets per Unit<sup>(1)</sup>

Commencement of operations: May 13, 2021

| Accounting Period Ended  | 2021    |
|--|---------|
|  | June 30 |
| <b>Net Assets, Beginning of Accounting Period Shown</b> <sup>(4)</sup> | 10.00   |
| <b>Increase (Decrease) from Operations (\$)</b>                        |         |
| Total revenue  | 0.03    |
| Total expenses   | (0.01)  |
| Realized gains (losses)  | 0.02    |
| Unrealized gains (losses)  | 0.64    |
| <b>Total Increase (Decrease) from Operations (\$)</b> <sup>(2)</sup>   | 0.68    |
| <b>Distributions (\$)</b>  |         |
| From net investment income (excluding dividends)                       | —       |
| From dividends   | —       |
| From capital gains   | —       |
| Return of capital  | —       |
| <b>Total Annual Distributions (\$)</b> <sup>(3)</sup>                  | —       |
| <b>Net Assets, End of Accounting Period Shown (\$)</b> <sup>(4)</sup>  | 10.55   |

### Ratios and Supplemental Data

| Accounting Period Ended                                    | 2021    |
|--|---------|
|  | June 30 |
| Total net asset value (000's of \$) <sup>(5)</sup>         | 581     |
| Number of units outstanding <sup>(5)</sup>                 | 55,054  |
| Management expense ratio (%) <sup>(6)</sup>                | 0.92    |
| Management expense ratio before waivers or absorptions (%) | 2.04    |
| Trading expense ratio (%) <sup>(7)</sup>                   | 0.05    |
| Portfolio turnover rate (%) <sup>(8)</sup>                 | 32.45   |
| Net asset value per unit (\$)                              | 10.55   |

## Series F5

Net Assets per Unit<sup>(1)</sup>

Commencement of operations: September 30, 2014

| Accounting Period Ended  | 2021<br>June 30 | 2020<br>December 31 | 2019<br>December 31 | 2018<br>December 31 | 2017<br>December 31 | 2016<br>December 31 |
|--|-----------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| <b>Net Assets, Beginning of Accounting Period Shown</b> <sup>(4)</sup> | 10.66           | 10.55               | 9.16                | 10.21               | 10.24               | 9.26                |
| <b>Increase (Decrease) from Operations (\$)</b>                        |                 |                     |                     |                     |                     |                     |
| Total revenue  | 0.12            | 0.23                | 0.27                | 0.27                | 0.24                | 0.28                |
| Total expenses   | (0.06)          | (0.09)              | (0.10)              | (0.09)              | (0.10)              | (0.10)              |
| Realized gains (losses)  | 0.26            | 0.35                | (0.02)              | 0.66                | (0.39)              | 0.20                |
| Unrealized gains (losses)  | 1.54            | 1.18                | 2.18                | (1.19)              | 1.34                | 2.47                |
| <b>Total Increase (Decrease) from Operations (\$)</b> <sup>(2)</sup>   | 1.86            | 1.67                | 2.33                | (0.35)              | 1.09                | 2.85                |
| <b>Distributions (\$)</b>  |                 |                     |                     |                     |                     |                     |
| From net investment income (excluding dividends)                       | —               | —                   | —                   | —                   | —                   | —                   |
| From dividends   | 0.05            | 0.12                | 0.19                | 0.17                | 0.12                | 0.16                |
| From capital gains   | —               | —                   | —                   | —                   | —                   | —                   |
| Return of capital  | 0.22            | 0.40                | 0.27                | 0.34                | 0.39                | 0.31                |
| <b>Total Annual Distributions (\$)</b> <sup>(3)</sup>                  | 0.27            | 0.52                | 0.46                | 0.51                | 0.51                | 0.47                |
| <b>Net Assets, End of Accounting Period Shown (\$)</b> <sup>(4)</sup>  | 12.05           | 10.66               | 10.55               | 9.16                | 10.21               | 10.24               |

### Ratios and Supplemental Data

| Accounting Period Ended                                    | 2021<br>June 30 | 2020<br>December 31 | 2019<br>December 31 | 2018<br>December 31 | 2017<br>December 31 | 2016<br>December 31 |
|--|-----------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Total net asset value (000's of \$) <sup>(5)</sup>         | 585             | 374                 | 46                  | 77                  | 59                  | 15                  |
| Number of units outstanding <sup>(5)</sup>                 | 48,561          | 35,022              | 4,338               | 8,431               | 5,801               | 1,462               |
| Management expense ratio (%) <sup>(6)</sup>                | 0.98            | 0.93                | 0.96                | 0.91                | 0.95                | 1.03                |
| Management expense ratio before waivers or absorptions (%) | 1.01            | 0.95                | 0.98                | 0.93                | 0.95                | 1.06                |
| Trading expense ratio (%) <sup>(7)</sup>                   | 0.05            | 0.02                | 0.02                | 0.02                | 0.03                | 0.02                |
| Portfolio turnover rate (%) <sup>(8)</sup>                 | 32.45           | 24.35               | 12.01               | 20.87               | 10.48               | 8.16                |
| Net asset value per unit (\$)                              | 12.05           | 10.66               | 10.55               | 9.16                | 10.21               | 10.24               |

## Series O\*

<sup>(1)</sup> Series O securities have been issued or in circulation since March 23, 2021.

Net Assets per Unit<sup>(1)</sup>

Commencement of operations: March 23, 2021

| Accounting Period Ended  | 2021<br>June 30 |
|--|-----------------|
| <b>Net Assets, Beginning of Accounting Period Shown</b> <sup>(4)</sup> | 10.00           |
| <b>Increase (Decrease) from Operations (\$)</b>                        |                 |
| Total revenue  | 0.07            |
| Total expenses   | —               |
| Realized gains (losses)  | 0.09            |
| Unrealized gains (losses)  | 0.73            |
| <b>Total Increase (Decrease) from Operations (\$)</b> <sup>(2)</sup>   | 0.89            |
| <b>Distributions (\$)</b>  |                 |
| From net investment income (excluding dividends)                       | —               |
| From dividends   | 0.02            |
| From capital gains   | —               |
| Return of capital  | —               |
| <b>Total Annual Distributions (\$)</b> <sup>(3)</sup>                  | 0.02            |
| <b>Net Assets, End of Accounting Period Shown (\$)</b> <sup>(4)</sup>  | 10.72           |

### Ratios and Supplemental Data

| Accounting Period Ended                                    | 2021<br>June 30 |
|--|-----------------|
| Total net asset value (000's of \$) <sup>(5)</sup>         | 636,581         |
| Number of units outstanding <sup>(5)</sup>                 | 59,395,821      |
| Management expense ratio (%) <sup>(6)</sup>                | 0.02            |
| Management expense ratio before waivers or absorptions (%) | 0.09            |
| Trading expense ratio (%) <sup>(7)</sup>                   | 0.05            |
| Portfolio turnover rate (%) <sup>(8)</sup>                 | 32.45           |
| Net asset value per unit (\$)                              | 10.72           |

## Series T5

Net Assets per Unit<sup>(1)</sup>

Commencement of operations: September 30, 2014

| Accounting Period Ended  | 2021<br>June 30 | 2020<br>December 31 | 2019<br>December 31 | 2018<br>December 31 | 2017<br>December 31 | 2016<br>December 31 |
|--|-----------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| <b>Net Assets, Beginning of Accounting Period Shown</b> <sup>(4)</sup> | 9.88            | 9.91                | 8.71                | 9.83                | 9.96                | 9.12                |
| <b>Increase (Decrease) from Operations (\$)</b>                        |                 |                     |                     |                     |                     |                     |
| Total revenue  | 0.11            | 0.22                | 0.25                | 0.25                | 0.25                | 0.26                |
| Total expenses   | (0.11)          | (0.20)              | (0.20)              | (0.20)              | (0.21)              | (0.20)              |
| Realized gains (losses)  | 0.32            | 0.27                | (0.06)              | 0.64                | (0.37)              | 0.16                |
| Unrealized gains (losses)  | 1.49            | 0.43                | 1.66                | (1.28)              | 0.70                | 1.65                |
| <b>Total Increase (Decrease) from Operations (\$)</b> <sup>(2)</sup>   | 1.81            | 0.72                | 1.65                | (0.59)              | 0.37                | 1.87                |
| <b>Distributions (\$)</b>  |                 |                     |                     |                     |                     |                     |
| From net investment income (excluding dividends)                       | —               | —                   | —                   | —                   | —                   | —                   |
| From dividends   | 0.02            | 0.03                | 0.05                | 0.05                | 0.04                | 0.05                |
| From capital gains   | —               | —                   | —                   | —                   | —                   | —                   |
| Return of capital  | 0.23            | 0.47                | 0.38                | 0.44                | 0.46                | 0.40                |
| <b>Total Annual Distributions (\$)</b> <sup>(3)</sup>                  | 0.25            | 0.50                | 0.43                | 0.49                | 0.50                | 0.45                |
| <b>Net Assets, End of Accounting Period Shown (\$)</b> <sup>(4)</sup>  | 11.10           | 9.88                | 9.91                | 8.71                | 9.83                | 9.96                |

### Ratios and Supplemental Data

| Accounting Period Ended                                    | 2021<br>June 30 | 2020<br>December 31 | 2019<br>December 31 | 2018<br>December 31 | 2017<br>December 31 | 2016<br>December 31 |
|--|-----------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Total net asset value (000's of \$) <sup>(5)</sup>         | 26              | 81                  | 77                  | 67                  | 79                  | 82                  |
| Number of units outstanding <sup>(5)</sup>                 | 2,320           | 8,237               | 7,730               | 7,700               | 8,059               | 8,198               |
| Management expense ratio (%) <sup>(6)</sup>                | 2.13            | 2.12                | 2.09                | 2.06                | 2.11                | 2.15                |
| Management expense ratio before waivers or absorptions (%) | 2.14            | 2.13                | 2.10                | 2.07                | 2.11                | 2.15                |
| Trading expense ratio (%) <sup>(7)</sup>                   | 0.05            | 0.02                | 0.02                | 0.02                | 0.03                | 0.02                |
| Portfolio turnover rate (%) <sup>(8)</sup>                 | 32.45           | 24.35               | 12.01               | 20.87               | 10.48               | 8.16                |
| Net asset value per unit (\$)                              | 11.10           | 9.88                | 9.91                | 8.71                | 9.83                | 9.96                |

## Private Series\*

<sup>(1)</sup> Please note that this Series is offered by way of private placement.

Net Assets per Unit<sup>(1)</sup>

Commencement of operations: March 11, 2016

| Accounting Period Ended  | 2021<br>June 30 | 2020<br>December 31 | 2019<br>December 31 | 2018<br>December 31 | 2017<br>December 31 | 2016<br>December 31 |
|--|-----------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| <b>Net Assets, Beginning of Accounting Period Shown</b> <sup>(4)</sup> | 13.96           | 13.25               | 11.10               | 11.93               | 11.44               | 10.00               |
| <b>Increase (Decrease) from Operations (\$)</b>                        |                 |                     |                     |                     |                     |                     |
| Total revenue  | 0.16            | 0.30                | 0.33                | 0.32                | 0.29                | 0.24                |
| Total expenses   | (0.07)          | (0.11)              | (0.11)              | (0.10)              | (0.10)              | (0.08)              |
| Realized gains (losses)  | 0.34            | 0.31                | (0.10)              | 0.74                | (0.47)              | 0.09                |
| Unrealized gains (losses)  | 1.99            | 0.14                | 1.95                | (1.43)              | 0.99                | 1.43                |
| <b>Total Increase (Decrease) from Operations (\$)</b> <sup>(2)</sup>   | 2.42            | 0.64                | 2.07                | (0.47)              | 0.71                | 1.68                |
| <b>Distributions (\$)</b>  |                 |                     |                     |                     |                     |                     |
| From net investment income (excluding dividends)                       | —               | —                   | —                   | —                   | —                   | —                   |
| From dividends   | 0.06            | 0.18                | 0.13                | 0.18                | 0.09                | 0.03                |
| From capital gains   | —               | —                   | —                   | —                   | —                   | —                   |
| Return of capital  | —               | —                   | —                   | —                   | —                   | —                   |
| <b>Total Annual Distributions (\$)</b> <sup>(3)</sup>                  | 0.06            | 0.18                | 0.13                | 0.18                | 0.09                | 0.03                |
| <b>Net Assets, End of Accounting Period Shown (\$)</b> <sup>(4)</sup>  | 16.10           | 13.96               | 13.25               | 11.10               | 11.93               | 11.44               |

### Ratios and Supplemental Data

| Accounting Period Ended                                    | 2021<br>June 30 | 2020<br>December 31 | 2019<br>December 31 | 2018<br>December 31 | 2017<br>December 31 | 2016<br>December 31 |
|--|-----------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Total net asset value (000's of \$) <sup>(5)</sup>         | 35,209          | 31,033              | 35,837              | 17,611              | 15,032              | 3,774               |
| Number of units outstanding <sup>(5)</sup>                 | 2,187,366       | 2,223,104           | 2,705,055           | 1,587,244           | 1,260,644           | 329,995             |
| Management expense ratio (%) <sup>(6)</sup>                | 0.87            | 0.86                | 0.85                | 0.80                | 0.84                | 0.93                |
| Management expense ratio before waivers or absorptions (%) | 0.87            | 0.86                | 0.85                | 0.80                | 0.84                | 0.93                |
| Trading expense ratio (%) <sup>(7)</sup>                   | 0.05            | 0.02                | 0.02                | 0.02                | 0.03                | 0.02                |
| Portfolio turnover rate (%) <sup>(8)</sup>                 | 32.45           | 24.35               | 12.01               | 20.87               | 10.48               | 8.16                |
| Net asset value per unit (\$)                              | 16.10           | 13.96               | 13.25               | 11.10               | 11.92               | 11.44               |

- <sup>(1)</sup> This information is derived from the Fund's Annual Audited Financial Statements and Interim Unaudited Financial Statements. The net assets per unit presented in the financial statements might differ from the net asset value calculated for fund pricing purposes. The differences are explained in the notes to the financial statements.
- <sup>(2)</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase or decrease from operations is based on the average number of units outstanding over the accounting period.
- <sup>(3)</sup> Distributions were paid in cash or reinvested in additional units of the Fund, or both.
- <sup>(4)</sup> The net assets are calculated in accordance with IFRS.
- <sup>(5)</sup> This information is provided as at the last day of the accounting period shown.
- <sup>(6)</sup> Management expense ratio is based on total expenses including sales taxes for the accounting period indicated (excluding commission, other portfolio transaction costs and withholding taxes) and is expressed as an annualized percentage of daily average net value during the accounting period.
- <sup>(7)</sup> The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the accounting period. The trading expense ratio includes, if necessary, the trading expenses from its underlying funds, as described in Article 15.2 of Regulation 81-106.
- <sup>(8)</sup> The Fund's portfolio turnover rate indicates how actively the Fund portfolio's manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the accounting period. The higher a Fund's portfolio turnover rate in an accounting period, the greater the trading costs payable by the Fund in the accounting period, and the greater the chance of an investor receiving taxable capital gains in the accounting period. There is not necessarily a relationship between a high turnover rate and the performance of a Fund.

## Summary of Investment Portfolio

As of June 30, 2021

### Portfolio Top Holdings

|   | % of Net<br>Asset Value |
|---|-------------------------|
| Canadian National Railway Co.             | 4.9                     |
| Brookfield Asset Management Inc., Class A | 4.6                     |
| Scotiabank                                | 3.9                     |
| Shopify Inc., Class A                     | 3.7                     |
| Open Text Corp.                           | 3.2                     |
| Manulife Financial Corp.                  | 3.1                     |
| Nutrien Ltd.                              | 3.0                     |
| Thomson Reuters Corp.                     | 3.0                     |
| Alimentation Couche-Tard Inc., Class B    | 2.9                     |
| Magna International Inc.                  | 2.8                     |
| WSP Global Group Inc.                     | 2.7                     |
| CGI Group Inc., Class A                   | 2.6                     |
| Intact Financial Corp.                    | 2.6                     |
| CCL Industries Inc., Class B              | 2.5                     |
| Gildan Activewear Inc.                    | 2.4                     |
| Cash, Money Market and Other Net Assets   | 2.4                     |
| SNC-Lavalin Group Inc.                    | 2.3                     |
| Restaurant Brands International Inc.      | 2.3                     |
| Enbridge Inc.                             | 2.1                     |
| Stantec Inc.                              | 2.1                     |
| Toronto-Dominion Bank                     | 1.9                     |
| CAE Inc.                                  | 1.9                     |
| Colliers International Group Inc.         | 1.9                     |
| Franco-Nevada Corp.                       | 1.8                     |
| Saputo Inc.                               | 1.8                     |
|   | 68.4                    |

Net asset value ..... \$859,156,746

### Asset Mix

|   | % of Net<br>Asset Value |
|---|-------------------------|
| Canadian Equity                         | 83.1                    |
| US Equity                               | 10.2                    |
| International Equity                    | 4.3                     |
| Cash, Money Market and Other Net Assets | 2.4                     |

### Sector Allocation

|   | % of Net<br>Asset Value |
|---|-------------------------|
| Industrials                             | 22.5                    |
| Financials                              | 21.3                    |
| Information Technology                  | 15.7                    |
| Consumer Discretionary                  | 11.2                    |
| Consumer Staples                        | 9.8                     |
| Materials                               | 7.9                     |
| Real Estate                             | 2.6                     |
| Health Care                             | 2.3                     |
| Communication Services                  | 2.2                     |
| Energy                                  | 2.1                     |
| Cash, Money Market and Other Net Assets | 2.4                     |

The above table shows the top 25 positions held by the Fund. In the case of a Fund with fewer than 25 positions, all positions are indicated.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the investment Fund. A quarterly update is available. Please consult our Web site at [www.nbinvestments.ca](http://www.nbinvestments.ca).