

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

For the period ended June 30, 2023

Fixed Income Private Portfolio

NBI Corporate Bond Private Portfolio

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.

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, by visiting SEDAR's website at 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, 2023, the NBI Corporate Bond Private Portfolio's Advisor Series units returned 2.66% compared to 2.97% for the Fund's benchmark, the FTSE Canada Corporate Bond 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 dropped by 61.37% over the period, from \$1.436 billion as at December 31, 2022 to \$554.58 million as at June 30, 2023.

The decline stemmed mainly from a rebalancing of the managed solutions offered by NBI.

The new year got off to a roaring start on rising hopes for a soft landing for developed economies as inflationary pressures showed signs of abating and the Federal Reserve downshifted their pace of tightening. Hopes for an imminent end to rate hikes and a dovish policy pivot were dashed in the wake of unrelenting signs of resilient growth, an overheated labour market, sticky inflation, and some hawkish central bank rhetoric that prompted a shift in investor expectations towards higher interest rates for longer. In March the collapse of Silicon Valley Bank, Signature Bank, Credit Suisse and the fear of more contagion in the banking sector caused a powerful flight-to-quality bid into government bonds that brought back memories of the financial crisis in 2008. Governments and Central Banks moved very quickly to contain the situations. The Bank of Canada increased its target for the overnight rate in January by 25 basis points to 4.50%, bringing cumulative rate hikes to 425 bps for the cycle. At this time the Bank also indicated they will pause to see the impact of the interest rate increases on the economy.

After decreasing for most of the first quarter, North American yields were much higher over the second quarter especially at the front end of the curve. The quarter started off with yields moving lower in belief that the regional banking crisis would tighten lending standards, and that the Federal Reserve would pause after hiking in early May to assess the impact of the 500 basis points of tightening. Then a series of events reversed the direction of the bond market, first the US debt ceiling was raised which removed a bid for US Treasuries.

The fiscal situation remains challenging for the bond market with the deficit running at more than 7% of GDP over the last year. Another factor putting upward pressure on yields was persistently high core inflation and then growth continued to surprise to the upside. As expected, the Fed did not raise its policy rate in June after 10 consecutive rate hikes, but Chair Powell was adamant that they are not done, and more rate hikes will be needed this year to bring inflation back down to target. Investors are coming around to the idea that the expected economic slowdown will be delayed and that the FOMC will keep rates higher for longer. The Bank of Canada surprised investors and restarted its tightening campaign in June after a 5-month hiatus. The Bank increased rates twenty-five basis points to 4.75% on the back of strength in consumption and housing along with a tight labor market and sticky inflation. The previous 425 basis points of rate hikes failed to put demand and supply into balance and to get inflation on a sustainable path to 2%. The market is also looking for at least one more interest rate increase later in the summer.

Over the period, the Fund underperformed its benchmark. Duration and yield curve positioning helped with performance as well as sector selection in Financials and Communications Services sectors.

Recent Developments

During the first half of 2023, the portfolio manager reduced the Fund's allocation to A's and increased the weight in AA's. He increased weight to the Energy sector, at the expense of Financials. Moving into the second half of 2023, he has an in-line duration relative to the index and a higher running yield. He has an overweight position in Energy and Financial bonds and underweight positions in Industrial and infrastructure issues.

The labour market is not showing significant signs of cooling, consumers are continuing to spend, and inflation is not falling fast enough. The Bank of Canada hiked rates in June and we expect them to go at least one more time this year. The base case remains a modest recession but if the Bank of Canada continues to hike rates the probability of a hard landing increases. Monetary policy is restrictive, and he expects growth and inflation to fall over time. The Federal Reserve is also getting close to finishing its tightening campaign. However, he expects rates will have to be kept elevated for a long period of time before sticky inflation falls back to the 2% target. Portfolio duration ended June close to its benchmark, but he was both long and short the index during the last quarter. He will continue to trade the portfolio as he expects the market to be very volatile as participants try to determine when central banks will finish hiking and then the timing of the first interest rate cut. Corporate spreads generally reflect the base case of a modest recession, but if they tighten to quickly, he will look to take profits or if they widen to reflect a significant slow down, he will increase the exposure.

On May 1, 2023, the Fund's independent review committee (the "IRC") was increased to four members when Stéphanie Raymond-Bougie was appointed as IRC member.

On or about May 3, 2023, the management fee for the Advisor Series of the Fund was reduced to 0.78%. On the same date, the maximum annual trailing commission of the Advisor Series was reduced to 0.50%.

Related Party Transactions

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

Trustee, Custodian, and Registrar

Natcan Trust Company ("NTC"), a direct or indirect wholly-owned subsidiary of the Bank, is the Fund's trustee. In this capacity, it is the legal owner of the Fund's investments.

NTC acts as registrar for the Fund's securities and the names of securityholders. NTC also acts as the Fund's custodian. The fees for NTC's custodial services are based on the standard rates in effect at NTC.

Agent for securities lending transactions

NTC acts as the agent for securities lending transactions acts on behalf of the Fund in administering securities lending transactions entered into by the Fund. NTC is an affiliate of the Manager.

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

National Bank Financial Inc. ("NBF") acts as principal distributor for the Advisor Series, Series F, Series F5 or Series T5 of the Fund. NBF may receive, depending on the distributed series, a monthly commission representing a percentage of the average daily value of the securities held by its clients.

NBII acts as principal distributor for the Series N and Series NR of the Fund. Trailing commissions are covered by NBI Private Wealth Management's service fees, which are paid directly by investors.

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:

- a) Purchasing or holding the securities of a related issuer, in particular, those of National Bank of Canada;
- b) 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;
- c) Purchasing or selling securities to another investment Fund managed by the manager or a company in the same group;
- d) 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);
- e) 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 NBII 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 NBII and without taking into account any consideration relevant to an entity related to NBII. 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

NBT 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. Under the *Distribution* heading, expenses include the broker's compensation consisting of the maximum annual trailer fees and sales commissions paid to brokers. Under the *Other* heading, the fees relate mainly to investment management, investment advisory services, general administration and profit.

The management fees paid by the Fund only cover management of fund investments, i.e. the fees related to management of fund portfolios constituting the profiles of the NBI Private Wealth Management service ("PWM"). General administration services, trailer fees and sale commissions paid to brokers are covered by the PWM's service fees, which are paid directly by investors. 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 [†]
Advisor Series			
Front-end load	0.78%	64.10%	35.90%
Series F	0.45%	—	100.00%
Series N and Series NR*	0.10%	—	100.00%

^(†) Includes all costs related to management, investment advisory services, general administration and profit.

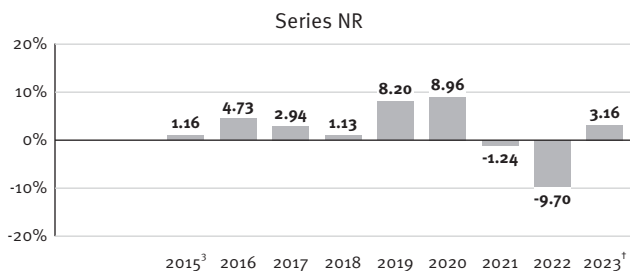
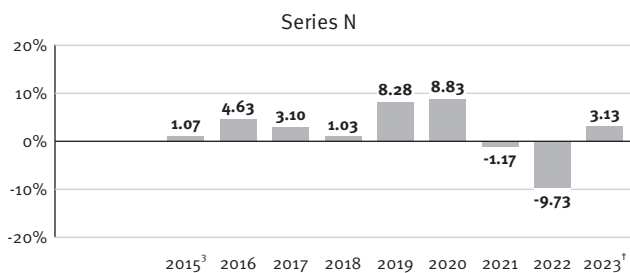
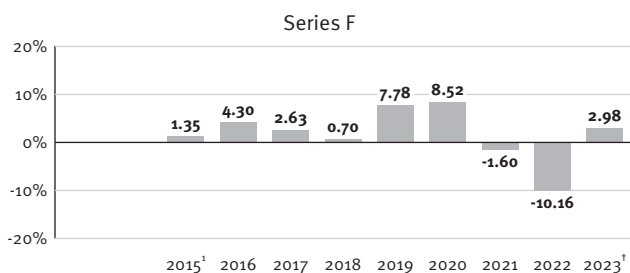
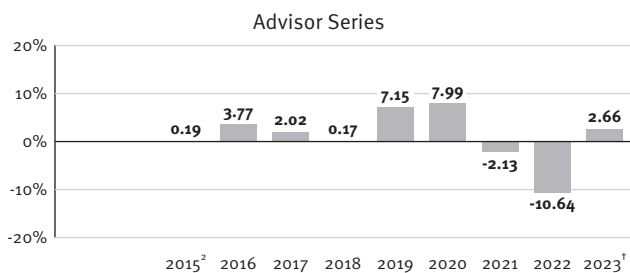
^(*) For Series N and NR, offered only to investors using the NBI Private Wealth Management service ("PWM"), management fees only cover management of fund investments, i.e. the fees related to management of fund portfolios constituting the PWM profiles. General administration services, trailer fees and sale commissions paid to brokers are covered by the PWM's service fees, which are paid directly by investors.

Past Performance

The performance of each series of the Fund is presented below and calculated as at December 31 of each year. It assumes 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 a 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, in the case of the Annual management report of fund performance, or by June 30, in the case of the Interim management report of fund performance.



⁽¹⁾ Returns for the period from May 21, 2015 (commencement of operations) to December 31, 2015.

⁽²⁾ Returns for the period from July 14, 2015 (commencement of operations) to December 31, 2015.

⁽³⁾ Returns for the period from October 30, 2015 (commencement of operations) to December 31, 2015.

⁽¹⁾ Returns for the period from January 1, 2023 to June 30, 2023.

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.

Advisor Series

Net Assets per Unit ⁽¹⁾		Commencement of operations: July 14, 2015				
Accounting Period Ended	2023 June 30	2022 December 31	2021 December 31	2020 December 31	2019 December 31	2018 December 31
Net Assets, Beginning of Accounting Period Shown⁽⁴⁾	9.06	10.41	10.87	10.29	9.83	10.06
Increase (Decrease) from Operations (\$)						
Total revenue	0.18	0.36	0.34	0.35	0.36	0.35
Total expenses	(0.05)	(0.10)	(0.12)	(0.12)	(0.11)	(0.11)
Realized gains (losses)	(0.48)	(0.11)	—	0.02	—	(0.01)
Unrealized gains (losses)	0.61	(1.18)	(0.46)	0.54	0.42	(0.23)
Total Increase (Decrease) from Operations (\$)⁽²⁾	0.26	(1.03)	(0.24)	0.79	0.67	—
Distributions (\$)						
From net investment income (excluding dividends)	0.14	0.25	0.23	0.23	0.24	0.25
From dividends	—	—	—	—	—	—
From capital gains	—	—	—	—	—	—
Return of capital	—	—	—	—	—	—
Total Annual Distributions (\$)⁽³⁾	0.14	0.25	0.23	0.23	0.24	0.25
Net Assets, End of Accounting Period Shown⁽⁴⁾	9.16	9.06	10.41	10.87	10.29	9.83

Ratios and Supplemental Data

Accounting Period Ended	2023 June 30	2022 December 31	2021 December 31	2020 December 31	2019 December 31	2018 December 31
Total net asset value (ooo's of \$) ⁽⁵⁾	14,306	16,672	19,139	20,369	17,686	14,872
Number of units outstanding ⁽⁵⁾	1,561,416	1,840,211	1,839,241	1,874,439	1,718,285	1,512,504
Management expense ratio (%) ⁽⁶⁾	1.07	1.12	1.12	1.11	1.11	1.11
Management expense ratio before waivers or absorptions (%)	1.07	1.12	1.12	1.11	1.11	1.11
Trading expense ratio (%) ⁽⁷⁾	—	—	—	—	—	—
Portfolio turnover rate (%) ⁽⁸⁾	57.62	40.58	25.79	30.93	48.17	42.53
Net asset value per unit (\$)	9.16	9.06	10.41	10.87	10.29	9.83

Series F / Private Series*

⁽¹⁾ Please note that the Private Series was created on November 28, 2016, and is offered by way of private placement.

Net Assets per Unit ⁽¹⁾		Commencement of operations: May 21, 2015				
Accounting Period Ended	2023 June 30	2022 December 31	2021 December 31	2020 December 31	2019 December 31	2018 December 31
Net Assets, Beginning of Accounting Period Shown⁽⁴⁾	9.11	10.47	10.93	10.35	9.88	10.10
Increase (Decrease) from Operations (\$)						
Total revenue	0.18	0.36	0.35	0.35	0.36	0.36
Total expenses	(0.03)	(0.05)	(0.06)	(0.06)	(0.06)	(0.06)
Realized gains (losses)	(0.47)	(0.12)	—	0.02	—	(0.01)
Unrealized gains (losses)	0.61	(1.23)	(0.39)	0.53	0.40	(0.19)
Total Increase (Decrease) from Operations (\$)⁽²⁾	0.29	(1.04)	(0.10)	0.84	0.70	0.10
Distributions (\$)						
From net investment income (excluding dividends)	0.16	0.30	0.28	0.29	0.29	0.29
From dividends	—	—	—	—	—	—
From capital gains	—	—	—	—	—	—
Return of capital	—	—	—	—	—	—
Total Annual Distributions (\$)⁽³⁾	0.16	0.30	0.28	0.29	0.29	0.29
Net Assets, End of Accounting Period Shown⁽⁴⁾	9.22	9.11	10.47	10.93	10.35	9.88

Ratios and Supplemental Data

Accounting Period Ended	2023 June 30	2022 December 31	2021 December 31	2020 December 31	2019 December 31	2018 December 31
Total net asset value (ooo's of \$) ⁽⁵⁾	294,609	307,830	328,017	254,270	204,108	139,149
Number of units outstanding ⁽⁵⁾	31,957,341	33,782,847	31,339,968	23,273,541	19,728,261	14,083,361
Management expense ratio (%) ⁽⁶⁾	0.55	0.56	0.56	0.57	0.56	0.56
Management expense ratio before waivers or absorptions (%)	0.55	0.56	0.56	0.57	0.56	0.56
Trading expense ratio (%) ⁽⁷⁾	—	—	—	—	—	—
Portfolio turnover rate (%) ⁽⁸⁾	57.62	40.58	25.79	30.93	48.17	42.53
Net asset value per unit (\$)	9.22	9.11	10.47	10.93	10.35	9.88

Series N

Net Assets per Unit⁽⁴⁾

Commencement of operations: October 30, 2015

Accounting Period Ended	2023 June 30	2022 December 31	2021 December 31	2020 December 31	2019 December 31	2018 December 31
Net Assets, Beginning of Accounting Period Shown⁽⁴⁾	9.20	10.56	11.02	10.45	9.97	10.20
Increase (Decrease) from Operations (\$)						
Total revenue	0.19	0.36	0.35	0.36	0.36	0.36
Total expenses	(0.01)	(0.02)	(0.02)	(0.02)	(0.02)	(0.02)
Realized gains (losses)	(0.44)	(0.12)	—	0.02	—	(0.01)
Unrealized gains (losses)	0.71	(1.14)	(0.44)	0.55	0.44	(0.21)
Total Increase (Decrease) from Operations (\$)⁽⁴⁾	0.45	(0.92)	(0.11)	0.91	0.78	0.12
Distributions (\$)						
From net investment income (excluding dividends)	0.20	0.34	0.33	0.34	0.34	0.33
From dividends	—	—	—	—	—	—
From capital gains	—	—	—	—	—	—
Return of capital	—	—	—	—	—	—
Total Annual Distributions (\$)⁽³⁾	0.20	0.34	0.33	0.34	0.34	0.33
Net Assets, End of Accounting Period Shown (\$)⁽⁴⁾	9.29	9.20	10.56	11.02	10.45	9.97

Ratios and Supplemental Data

Accounting Period Ended	2023 June 30	2022 December 31	2021 December 31	2020 December 31	2019 December 31	2018 December 31
Total net asset value (ooo's of \$) ⁽⁵⁾	237,974	1,090,398	975,959	866,729	753,285	600,681
Number of units outstanding ⁽⁵⁾	25,621,015	118,571,909	92,428,203	78,625,785	72,115,505	60,225,586
Management expense ratio (%) ⁽⁶⁾	0.17	0.17	0.17	0.17	0.17	0.17
Management expense ratio before waivers or absorptions (%)	0.17	0.17	0.17	0.17	0.17	0.17
Trading expense ratio (%) ⁽⁷⁾	—	—	—	—	—	—
Portfolio turnover rate (%) ⁽⁸⁾	57.62	40.58	25.79	30.93	48.17	42.53
Net asset value per unit (\$)	9.29	9.20	10.56	11.02	10.45	9.97

Series NR

Net Assets per Unit⁽⁴⁾

Commencement of operations: October 30, 2015

Accounting Period Ended	2023 June 30	2022 December 31	2021 December 31	2020 December 31	2019 December 31	2018 December 31
Net Assets, Beginning of Accounting Period Shown⁽⁴⁾	8.66	10.03	10.59	10.11	9.71	10.00
Increase (Decrease) from Operations (\$)						
Total revenue	0.17	0.34	0.33	0.34	0.35	0.35
Total expenses	(0.01)	(0.02)	(0.02)	(0.02)	(0.02)	(0.02)
Realized gains (losses)	(0.41)	(0.11)	—	0.02	—	(0.01)
Unrealized gains (losses)	0.68	(1.15)	(0.43)	0.53	0.43	(0.21)
Total Increase (Decrease) from Operations (\$)⁽⁴⁾	0.43	(0.94)	(0.12)	0.87	0.76	0.11
Distributions (\$)						
From net investment income (excluding dividends)	0.19	0.32	0.31	0.33	0.33	0.33
From dividends	—	—	—	—	—	—
From capital gains	—	—	—	—	—	—
Return of capital	0.03	0.08	0.11	0.08	0.06	0.07
Total Annual Distributions (\$)⁽³⁾	0.22	0.40	0.42	0.41	0.39	0.40
Net Assets, End of Accounting Period Shown (\$)⁽⁴⁾	8.72	8.66	10.03	10.59	10.11	9.71

Ratios and Supplemental Data

Accounting Period Ended	2023 June 30	2022 December 31	2021 December 31	2020 December 31	2019 December 31	2018 December 31
Total net asset value (ooo's of \$) ⁽⁵⁾	3,355	16,105	16,704	14,939	13,728	11,750
Number of units outstanding ⁽⁵⁾	384,969	1,860,217	1,665,161	1,410,914	1,357,568	1,209,758
Management expense ratio (%) ⁽⁶⁾	0.17	0.17	0.17	0.17	0.17	0.17
Management expense ratio before waivers or absorptions (%)	0.17	0.17	0.17	0.17	0.17	0.17
Trading expense ratio (%) ⁽⁷⁾	—	—	—	—	—	—
Portfolio turnover rate (%) ⁽⁸⁾	57.62	40.58	25.79	30.93	48.17	42.53
Net asset value per unit (\$)	8.72	8.66	10.03	10.59	10.11	9.71

Series PW*

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

Net Assets per Unit ⁽¹⁾		Commencement of operations: May 21, 2015				
Accounting Period Ended	2023 June 30	2022 December 31	2021 December 31	2020 December 31	2019 December 31	2018 December 31
Net Assets, Beginning of Accounting Period Shown⁽⁴⁾	9.11	10.50	10.96	10.40	9.94	10.17
Increase (Decrease) from Operations (\$)						
Total revenue	0.18	0.35	0.35	0.35	0.36	0.36
Total expenses	(0.01)	(0.02)	(0.02)	(0.02)	(0.02)	(0.02)
Realized gains (losses)	(0.48)	(0.10)	(0.01)	0.02	—	(0.01)
Unrealized gains (losses)	0.60	(1.91)	(0.56)	0.50	0.48	(0.22)
Total Increase (Decrease) from Operations (\$)⁽²⁾	0.29	(1.68)	(0.24)	0.85	0.82	0.11
Distributions (\$)						
From net investment income (excluding dividends)	0.18	0.36	0.32	0.34	0.34	0.34
From dividends	—	—	—	—	—	—
From capital gains	—	—	—	—	—	—
Return of capital	—	—	—	—	—	—
Total Annual Distributions (\$)⁽³⁾	0.18	0.36	0.32	0.34	0.34	0.34
Net Assets, End of Accounting Period Shown (\$)⁽⁴⁾	9.22	9.11	10.50	10.96	10.40	9.94

Ratios and Supplemental Data

Accounting Period Ended	2023 June 30	2022 December 31	2021 December 31	2020 December 31	2019 December 31	2018 December 31
Total net asset value (000's of \$) ⁽⁵⁾	4,311	4,544	25,543	43,270	59,899	67,427
Number of units outstanding ⁽⁵⁾	467,710	498,749	2,432,295	3,946,473	5,761,578	6,786,356
Management expense ratio (%) ⁽⁶⁾	0.22	0.22	0.22	0.22	0.22	0.22
Management expense ratio before waivers or absorptions (%)	0.22	0.22	0.22	0.22	0.22	0.22
Trading expense ratio (%) ⁽⁷⁾	—	—	—	—	—	—
Portfolio turnover rate (%) ⁽⁸⁾	57.62	40.58	25.79	30.93	48.17	42.53
Net asset value per unit (\$)	9.22	9.11	10.50	10.96	10.40	9.94

Series PWO*

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

Net Assets per Unit ⁽¹⁾		Commencement of operations: May 21, 2015				
Accounting Period Ended	2023 June 30	2022 December 31	2021 December 31	2020 December 31	2019 December 31	2018 December 31
Net Assets, Beginning of Accounting Period Shown⁽⁴⁾	8.58	9.89	10.34	9.81	9.39	9.62
Increase (Decrease) from Operations (\$)						
Total revenue	0.17	0.33	0.33	0.33	0.34	0.34
Total expenses	—	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)
Realized gains (losses)	(0.46)	(0.04)	(0.01)	0.02	—	(0.01)
Unrealized gains (losses)	0.56	(2.85)	(0.67)	0.50	0.52	(0.23)
Total Increase (Decrease) from Operations (\$)⁽²⁾	0.27	(2.57)	(0.36)	0.84	0.85	0.09
Distributions (\$)						
From net investment income (excluding dividends)	0.17	0.36	0.32	0.34	0.34	0.34
From dividends	—	—	—	—	—	—
From capital gains	—	—	—	—	—	—
Return of capital	—	—	—	—	—	—
Total Annual Distributions (\$)⁽³⁾	0.17	0.36	0.32	0.34	0.34	0.34
Net Assets, End of Accounting Period Shown (\$)⁽⁴⁾	8.68	8.58	9.89	10.34	9.81	9.39

Ratios and Supplemental Data

Accounting Period Ended	2023 June 30	2022 December 31	2021 December 31	2020 December 31	2019 December 31	2018 December 31
Total net asset value (000's of \$) ⁽⁵⁾	27	26	1,581	5,341	10,394	18,615
Number of units outstanding ⁽⁵⁾	3,147	3,085	159,766	516,704	1,059,691	1,982,821
Management expense ratio (%) ⁽⁶⁾	0.11	0.10	0.10	0.10	0.10	0.10
Management expense ratio before waivers or absorptions (%)	0.11	0.10	0.10	0.10	0.10	0.10
Trading expense ratio (%) ⁽⁷⁾	—	—	—	—	—	—
Portfolio turnover rate (%) ⁽⁸⁾	57.62	40.58	25.79	30.93	48.17	42.53
Net asset value per unit (\$)	8.68	8.58	9.89	10.34	9.81	9.39

- ⁽¹⁾ 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.
- ⁽²⁾ 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.
- ⁽³⁾ Distributions were paid in cash or reinvested in additional units of the Fund, or both.
- ⁽⁴⁾ The net assets are calculated in accordance with IFRS.
- ⁽⁵⁾ This information is provided as at the last day of the accounting period shown.
- ⁽⁶⁾ 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.
- ⁽⁷⁾ 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.
- ⁽⁸⁾ 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, 2023

Portfolio Top Holdings

	% of Net Asset Value
Royal Bank of Canada, 1.94%, due May 1, 2025	1.9
Bank of Montreal, 1.55%, due May 28, 2026	1.6
Canadian Imperial Bank of Commerce, Floating, due July 21, 2030	1.3
Sun Life Financial Inc., Floating, due November 21, 2033	1.3
Toronto-Dominion Bank/The, 4.68%, due January 8, 2029	1.3
Bank of Montreal, 4.31%, due June 1, 2027	1.2
Royal Bank of Canada, Floating, due December 23, 2029	1.2
Choice Properties Reit, 6.00%, due June 24, 2032	1.2
Bank of Montreal, 2.37%, due February 3, 2025	1.1
Enbridge Inc., 3.20%, due June 8, 2027	1.0
Fédération des caisses Desjardins, Floating, due May 26, 2030	1.0
Cash, Money Market and Other Net Assets	1.0
Royal Bank of Canada, Floating, due July 25, 2029	0.9
Toronto-Dominion Bank, 4.21%, due June 1, 2027	0.9
Bank of America Corp., Floating, due March 16, 2028	0.8
Bank of Montreal, 2.88%, due September 17, 2029	0.8
Toronto-Dominion Bank, 1.89%, due March 8, 2028	0.8
Cenovus Energy Inc., 3.50%, due February 7, 2028	0.8
Manulife Finance (Delaware) LP, Floating, due December 15, 2036	0.8
Health Montreal Collective LP, 6.72%, due September 30, 2049	0.8
Scotiabank, Floating, due July 3, 2024	0.7
Fédération des caisses Desjardins, 4.41%, due May 19, 2027	0.7
General Motors Financial of Canada Ltd., 5.20%, due February 9, 2028	0.7
Rogers Communications Inc., 5.00%, due December 17, 2081	0.7
Wells Fargo & Co., Floating, due April 28, 2026	0.7
	25.2

Net asset value \$554,581,747

Asset Mix

	% of Net Asset Value
Canadian Corporate Bonds	88.9
US Bonds	6.2
Asset Backed Securities	1.1
Provincial Bonds	2.0
Municipal Bonds	0.2
Federal Bonds	0.3
Foreign Bonds	0.2
Mortgage Backed Securities	0.1
Cash, Money Market and Other Net Assets	1.0

Credit Quality

	% of Net Asset Value
AAA	1.7
AA	5.2
A	37.4
BBB	50.7
BB	5.0

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.

If this investment Fund invests in other investment funds, please consult the prospectus and other information about the underlying investment funds on the website indicated above or on SEDAR's website at www.sedar.com.