

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

For the period ended June 30, 2020

Diversified Fund

NBI Strategic U.S. Income and Growth 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.

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, 2020, the NBI Strategic U.S. Income and Growth Fund's Investor Series units returned -6.11% compared to 2.98% for the Fund's blended benchmark. The broad-based indices, the Morningstar U.S. Large Cap Index (CAD) and the Bloomberg Barclays U.S. Credit Index (CAD Hedged), returned 3.84% and 4.23% respectively. Unlike the indices, 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 25.20% over the period, from \$91.67 million as at December 31, 2019 to \$68.58 million as at June 30, 2020.

This decline stemmed mainly from net redemptions by unitholders of the Fund.

The U.S. stock market was one of the best-performing regions for the period, as the S&P 500 Index was down just over 3% (in U.S. dollars), which still translates into a gain after conversion into Canadian dollars.

The U.S. equity market remained stable through the first two months of the year but began to steeply sell off beginning on February 20th. Worries about the novel coronavirus pandemic led to heightened market volatility as the number of cases increased throughout the globe. On March 16th, President Trump issued stay-at-home and social distancing guidelines, which led to a shutdown of many businesses deemed non-essential and had a large impact on others. Reflecting these business closures, jobless claims rose to record highs, by March 28th. Oil prices fell in early March due to declining demand coupled with increased output and failed attempts to cut production. In response to the virus and its adverse impacts on the economy, the Federal Reserve (the Fed) stepped in to provide liquidity, and the U.S. government provided fiscal aid as insurance to unemployed, small businesses, and corporations most impacted. The Fed cut interest rates twice to a target range hovering above the zero-level at 0.0%-0.25% and has resumed their security purchasing program. The federal government passed a \$2.2 trillion stimulus bill, which includes a \$350 billion small business loan program to combat recent volatility.

In the second quarter, the U.S. equity market appreciated despite a surge in coronavirus cases in regional pockets of the country, causing local governments to pause reopening plans and revisit previous lockdown measures. Positive market sentiment was buoyed by better-than-expected economic data over May and June. The best performing sectors over the period were Information Technology, Consumer Discretionary, and Communication Services while the worst performing sectors were Energy, Financials, and Industrials.

On the fixed income front, high yield corporate bonds (HY) underperformed U.S. equities as credit spreads widened by 290 bps to end the semester at 626 bps over sovereign bonds. The market saw severe widening in March due to the corona-oil twin shock and then strengthened over Q2. 1H 2020 saw a tale of two quarters as Q1 performance was dominated by the challenging month of March and marked the weakest quarterly return since the fourth quarter of 2008 when the economy was grappling with the Global Financial Crisis, whilst Q2 represented the strongest quarterly return since the third quarter of 2009. The pickup in market sentiment in Q2 was fueled by increasing stimulus provided by global central banks, stabilizing oil prices, rising demand for the asset class and easing restrictions reinforcing expectations that global activity has potentially bottomed and should recover gradually. In this context, BB-rated issuers and B-rated credits outperformed substantially CCC-rated credits over the half-year period on aggregate.

Under these circumstances, the Fund underperformed its blended benchmark for the period. Within equities, the portfolio's exposure to the Information Technology and Health Care sectors were the primary contributors to performance. At the individual stock level, Apple, Inc., Microsoft Corporation, and Eli Lilly and Company were the top contributors to total returns. Conversely, the Financials and Energy sectors detracted most from performance. Wells Fargo & Company, JPMorgan Chase & Co., and Royal Dutch Shell Plc were the top detractors during the first half.

Within fixed income, exposure to both high yield and investment grade credit had an overall negative impact on returns, driven by severe market stress during the month of March stemming from the twin oil-coronavirus shock. Selection of high yield and investment grade industrial names also detracted value. On the positive front, duration exposure added value as well as exposure to the IG Technology industry.

Recent Developments

U.S. equities entered into a bull market in 2Q, recovering many of the losses in 1Q. Stocks increased as the market shrugged off increased coronavirus fears, while economic reopening plans pushed forward. There are still rising concerns as virus-related infections and hospitalizations have recently surged in regional pockets of the country. This will continue to impact discretionary sectors that have already been unfairly punished by the economic shutdown in 1Q. Although infections have increased, mortality rates have been subdued giving us conviction that additional lockdown measures will be short-lived. Given the mix in sentiment, the Fed and federal government have not planned another stimulus package, which some fear could cause an inflationary economic environment. Although volatility levels have been on the decline, the unclear recovery timeline proves market timing to be a futile exercise; the portfolio manager recommends those with a long investment horizon to stay invested. He believes this market dynamic favors a rigorous, bottom-up, fundamental approach to security selection, which he thinks mirrors his investment style. He continues to emphasize businesses with healthy balance sheets, stable free cash flow generation, and differentiated business models aligned to secular advantages.

On the fixed income front, current corporate spread levels still have room for further compression and, with lower rates globally, he believes that the asset class stands to benefit due to the search for yield and scarcity of spread assets. While he remains cognizant of heightened near-term market volatility due to uncertainty on the velocity of the economic recovery as well as the expected earnings decline for the second quarter, the recent performance dispersion has created pockets of idiosyncratic opportunities and he continues to maintain a diversified portfolio. He is focused on identifying issuers with strong liquidity levels, the ability to adapt in order to survive these volatile conditions, and those which stand to gain significantly as the economy reopens.

As of June 30, 2020, the portfolio continued to target a neutral allocation of 60% fixed income and 40% equities. The portfolio manager favors an overweight exposure to HY corporate asset class as he believes the aggressive stimulus provided by global central banks will help provide stability to the markets thereby improving liquidity for corporate issuers. He favors high quality bonds among both fallen angels (recently downgraded from BBB to a lower rating) and new issues with a preference for three- to seven-year maturity bonds of legacy HY issuers and longer-dated bonds of recent fallen angels. From a sector standpoint, the portfolio is overweight select cyclical sectors, such as Chemicals and Building Materials, which should benefit due to the eventual industrial recovery given their diversified end user base. It is also overweight Non-Cable Media as the portfolio manager believes election year advertisement spending and increasing prospects of live sports telecast will support broadcasters' refinancing ability. During the semester, the portfolio manager has increased exposure to Autos and Gaming, which will benefit due to pent-up demand once the economy starts to reopen; however, within gaming, he favors regional gaming markets as opposed to destinations dependent on flights, such as Las Vegas Strip and Macau. The Fund remains underweight sectors which faced secular issues even prior to COVID-19 such as Retail and Energy. That said, within Energy, he has added exposure to fallen angels as select higher rated credits have more flexibility to manage through a challenged commodity environment. He's cautious on Healthcare as the sector continues to face idiosyncratic issues related to opioid exposure, surprise billing legislation and heightened regulatory scrutiny.

Within equities, he continues to believe it is paramount to not stretch for yield. In turn, he continues to look for the best equity risk/reward opportunities and balance the portfolio's goals of attractive income, capital appreciation, and reduced volatility. During the semester, he initiated a position in Eaton Corp Plc., a multinational power management company. He finds that the company's new CEO has done a good job of reshaping the portfolio and driving operational changes. They have been able to reliably generate attractive Free Cash Flow. He sees value in the Eaton's end market exposure to some recovering sectors (including commercial aerospace) and he believes they are well positioned to benefit from any incremental government stimulus focused around infrastructure. He expects to see continued share gains. He sold out the position in Pfizer, Inc., a company that engages in the discovery, development, and manufacture of healthcare products specializes in medicines, vaccines, and consumer healthcare, during the period. We eliminated our position in the company on January 13, prior to the market sell off and the company releasing disappointing 4Q19 earnings. The company was victim to the election cycle in the U.S. and then the global market drawdown. The stock faced pressure earlier in the year with the possibility of Bernie Sanders winning the U.S. presidential election and never recovered. Ultimately, he eliminated the position in Pfizer Inc. to allocate capital to higher conviction ideas.

On April 30, 2020, the Fund's independent review committee (the "IRC") was reduced to three members when Jacques Valotaire and Jean-François Bernier resigned as IRC members.

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

NBII acts as principal distributor for the Fund. In this capacity, NBII buys, sells and swaps securities through Bank branches and the National Bank Investments Advisory Service in Canadian provinces and territories, and through external registered representatives. Fund securities are also offered by National Bank Financial Inc. (including its division National Bank Direct Brokerage), CABN Investments (a division of NBII) and other affiliated entities. Brokers may receive, depending on the distributed series, a monthly 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 June 30, 2020
Total brokerage fees	10,541.48
Brokerage fees paid to National Bank Financial	-

Holdings

As at June 30, 2020, National Bank Investments Inc. held 11,257.29 Fund securities for a value of \$112,849.92, which represented close to 0.1657% 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.

As at June 30, 2020, National Bank Trust Inc. held 1.10 Fund securities for a value of \$11.06, which represented close to 0.0000% of the net asset value of the Fund at that date. Transactions between National Bank Trust 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.

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 [†]
Investor Series	1.95%	51.28%	48.72%
Advisor Series, Series H and Series T5*			
Front-end load	1.95%	51.28%	48.72%
Back-end load - 1 to 6 years	1.95%	25.64%	74.36%
Back-end load - 7 years and more	1.95%	51.28%	48.72%
Low load - 1 to 3 years	1.95%	25.64%	74.36%
Low load - 4 years and more	1.95%	51.28%	48.72%
Series F, Series F5 and Series FH	0.85%	—	100.00%
Series O	N/A**	—	100.00%

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

^(*) Excluding sales commissions paid on the Advisor Series, Series H and Series T5 with low sales charges option and deferred sales charge option, which are not paid for out of the management fees.

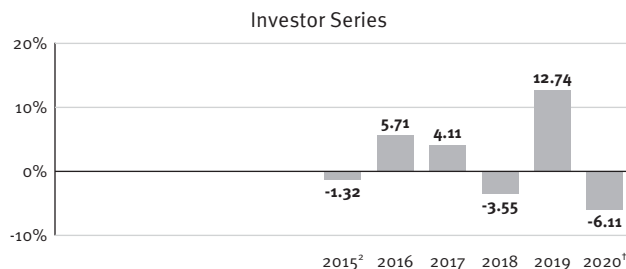
^(**) There are no management fees paid by the Fund with respect to the Series O. Instead, Series O securityholders pay a negotiated administration fee directly to National Bank Investments.

Past Performance

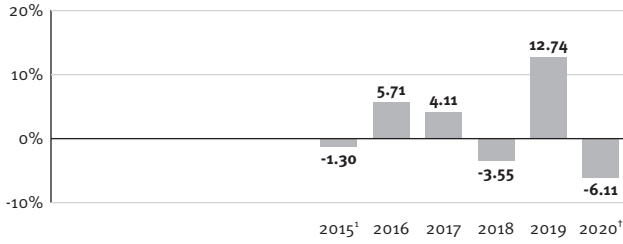
The performance of each series of the Fund is presented below and calculated as at December 31 of each year. It assumes that all distributions made in the periods shown were reinvested in additional securities and does not take into account sales, redemption charges, distributions, or optional charges 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

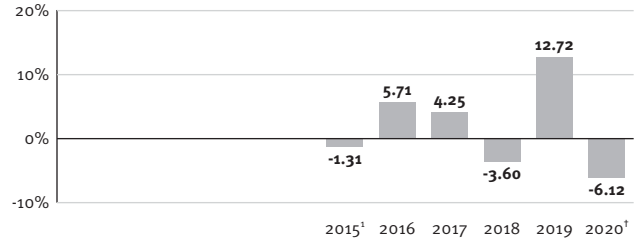
The bar charts indicate the performance for each the Fund's series in existence greater than one year during the years shown, and illustrate how the performance has changed from year to year. They show, in percentage terms, how much an investment made on January 1 (or made commencing from the start of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



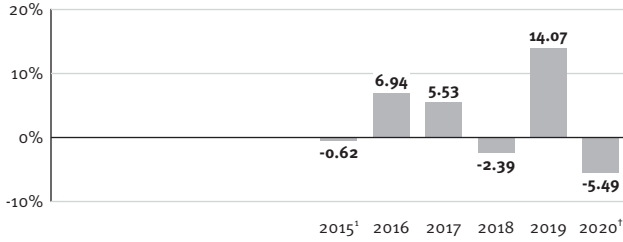
Advisor Series



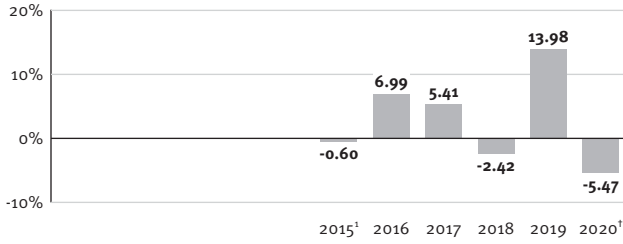
Series T5



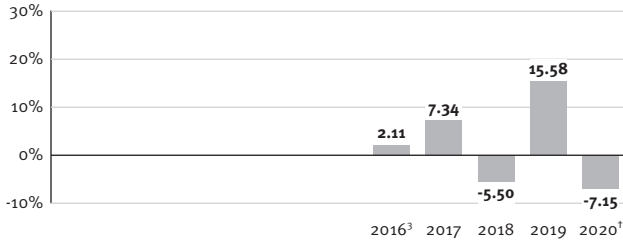
Series F



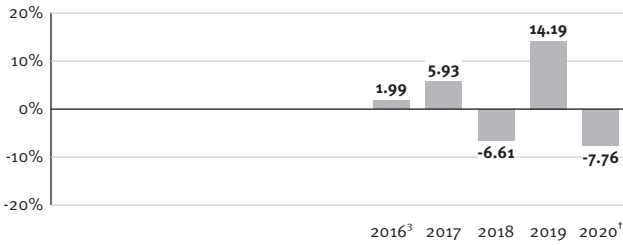
Series F5



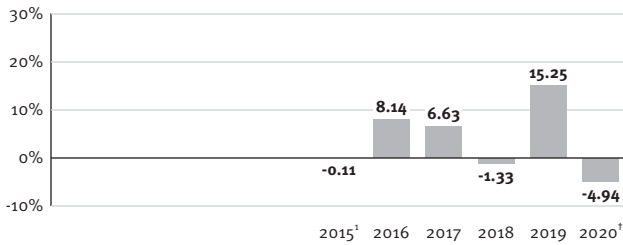
Series FH



Series H



Series O



⁽¹⁾ Returns for the period from July 2, 2015 (commencement of operations) to December 31, 2015.

⁽²⁾ Returns for the period from October 30, 2015 (commencement of operations) to December 31, 2015.

⁽³⁾ Returns for the period from November 22, 2016 (commencement of operations) to December 31, 2016.

^(†) Returns for the period from January 1, 2020 to June 30, 2020.

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

⁽¹⁾ The Investor Series was created on October 30, 2015.

Net Assets per Unit ⁽¹⁾		Commencement of operations: July 2, 2015				
Accounting Period Ended	2020 June 30	2019 December 31	2018 December 31	2017 December 31	2016 December 31	2015 December 31
Net Assets, Beginning of Accounting Period Shown ⁽⁴⁾	10.81	9.78	10.38	10.14	9.80	10.00
Increase (Decrease) from Operations (\$)						
Total revenue	0.15	0.45	0.48	0.42	0.43	0.26
Total expenses	(0.12)	(0.24)	(0.24)	(0.24)	(0.25)	(0.12)
Realized gains (losses)	(0.21)	0.06	(0.12)	0.49	(0.20)	(0.13)
Unrealized gains (losses)	(0.55)	0.96	(0.42)	(0.25)	0.57	(0.21)
Total Increase (Decrease) from Operations (\$) ⁽²⁾	(0.73)	1.23	(0.30)	0.42	0.55	(0.20)
Distributions (\$)						
From net investment income (excluding dividends)	0.03	0.15	0.17	0.12	0.15	0.05
From dividends	0.01	0.06	0.07	0.05	0.06	0.02
From capital gains	—	—	—	—	—	—
Return of capital	—	—	—	—	—	—
Total Annual Distributions (\$) ⁽³⁾	0.04	0.21	0.24	0.17	0.21	0.07
Net Assets, End of Accounting Period Shown (\$) ⁽⁴⁾	10.11	10.81	9.78	10.38	10.14	9.80

Ratios and Supplemental Data

Accounting Period Ended	2020 June 30	2019 December 31	2018 December 31	2017 December 31	2016 December 31	2015 December 31
Total net asset value (000's of \$) ⁽⁵⁾	9,290	11,736	12,881	19,186	19,680	21,455
Number of units outstanding ⁽⁵⁾	918,790	1,086,043	1,316,977	1,847,961	1,941,405	2,189,417
Management expense ratio (%) ⁽⁶⁾	2.35	2.32	2.32	2.32	2.33	2.39
Management expense ratio before waivers or absorptions (%)	2.36	2.34	2.33	2.34	2.34	2.40
Trading expense ratio (%) ⁽⁷⁾	0.03	0.02	0.02	0.03	0.07	0.07
Portfolio turnover rate (%) ⁽⁸⁾	22.55	29.64	47.82	64.76	82.67	32.37
Net asset value per unit (\$)	10.11	10.81	9.78	10.38	10.14	9.80

Series F

Net Assets per Unit ⁽¹⁾		Commencement of operations: July 2, 2015				
Accounting Period Ended	2020 June 30	2019 December 31	2018 December 31	2017 December 31	2016 December 31	2015 December 31
Net Assets, Beginning of Accounting Period Shown ⁽⁴⁾	10.84	9.81	10.41	10.17	9.83	10.00
Increase (Decrease) from Operations (\$)						
Total revenue	0.14	0.45	0.48	0.42	0.44	0.26
Total expenses	(0.06)	(0.11)	(0.11)	(0.12)	(0.13)	(0.06)
Realized gains (losses)	(0.33)	0.07	(0.12)	0.49	(0.20)	(0.15)
Unrealized gains (losses)	(0.50)	0.98	(0.48)	(0.24)	0.60	(0.25)
Total Increase (Decrease) from Operations (\$) ⁽²⁾	(0.75)	1.39	(0.23)	0.55	0.71	(0.20)
Distributions (\$)						
From net investment income (excluding dividends)	0.09	0.23	0.26	0.23	0.24	0.08
From dividends	0.04	0.10	0.10	0.10	0.09	0.03
From capital gains	—	—	—	—	—	—
Return of capital	—	—	—	—	—	—
Total Annual Distributions (\$) ⁽³⁾	0.13	0.33	0.36	0.33	0.33	0.11
Net Assets, End of Accounting Period Shown (\$) ⁽⁴⁾	10.12	10.84	9.81	10.41	10.17	9.83

Ratios and Supplemental Data

Accounting Period Ended	2020 June 30	2019 December 31	2018 December 31	2017 December 31	2016 December 31	2015 December 31
Total net asset value (000's of \$) ⁽⁵⁾	6,295	14,000	14,053	16,527	24,280	21,633
Number of units outstanding ⁽⁵⁾	622,103	1,291,723	1,432,762	1,588,156	2,386,488	2,201,030
Management expense ratio (%) ⁽⁶⁾	1.12	1.10	1.10	1.10	1.10	1.13
Management expense ratio before waivers or absorptions (%)	1.14	1.12	1.12	1.12	1.12	1.14
Trading expense ratio (%) ⁽⁷⁾	0.03	0.02	0.02	0.03	0.07	0.07
Portfolio turnover rate (%) ⁽⁸⁾	22.55	29.64	47.82	64.76	82.67	32.37
Net asset value per unit (\$)	10.12	10.84	9.81	10.41	10.17	9.83

Series FH

Net Assets per Unit⁽¹⁾

Commencement of operations: November 22, 2016

Accounting Period Ended	2020 June 30	2019 December 31	2018 December 31	2017 December 31	2016 December 31
Net Assets, Beginning of Accounting Period Shown ^(a)	10.90	9.73	10.66	10.21	10.00
Increase (Decrease) from Operations (\$)					
Total revenue	0.15	0.45	0.49	0.42	0.02
Total expenses	(0.06)	(0.12)	(0.12)	(0.12)	(0.01)
Realized gains (losses)	(0.46)	0.01	(0.24)	0.64	0.01
Unrealized gains (losses)	(0.41)	1.15	(0.70)	(0.17)	0.06
Total Increase (Decrease) from Operations (\$) ^(a)	(0.78)	1.49	(0.57)	0.77	0.08
Distributions (\$)					
From net investment income (excluding dividends)	0.07	0.23	0.26	0.21	—
From dividends	0.03	0.10	0.10	0.09	—
From capital gains	—	—	—	—	—
Return of capital	—	—	—	—	—
Total Annual Distributions (\$) ⁽³⁾	0.10	0.33	0.36	0.30	—
Net Assets, End of Accounting Period Shown (\$) ^(a)	10.02	10.90	9.73	10.66	10.21

Ratios and Supplemental Data

Accounting Period Ended	2020 June 30	2019 December 31	2018 December 31	2017 December 31	2016 December 31
Total net asset value (000's of \$) ⁽⁵⁾	106	115	99	105	98
Number of units outstanding ⁽⁵⁾	10,608	10,503	10,180	9,833	9,564
Management expense ratio (%) ⁽⁶⁾	1.13	1.13	1.13	1.13	1.15
Management expense ratio before waivers or absorptions (%)	1.14	1.13	1.14	1.14	1.61
Trading expense ratio (%) ⁽⁷⁾	0.03	0.02	0.02	0.03	0.07
Portfolio turnover rate (%) ⁽⁸⁾	22.55	29.64	47.82	64.76	82.67
Net asset value per unit (\$)	10.02	10.90	9.73	10.66	10.21

Series F5

Net Assets per Unit⁽¹⁾

Commencement of operations: July 2, 2015

Accounting Period Ended	2020 June 30	2019 December 31	2018 December 31	2017 December 31	2016 December 31	2015 December 31
Net Assets, Beginning of Accounting Period Shown ^(a)	9.94	9.14	9.86	9.83	9.69	10.00
Increase (Decrease) from Operations (\$)						
Total revenue	0.13	0.42	0.46	0.40	0.40	0.26
Total expenses	(0.05)	(0.11)	(0.11)	(0.11)	(0.12)	(0.06)
Realized gains (losses)	(0.18)	0.05	(0.11)	0.45	(0.31)	(0.09)
Unrealized gains (losses)	(0.39)	1.04	(0.29)	(0.18)	0.55	(0.14)
Total Increase (Decrease) from Operations (\$) ^(a)	(0.49)	1.40	(0.05)	0.56	0.52	(0.03)
Distributions (\$)						
From net investment income (excluding dividends)	0.08	0.23	0.29	0.22	0.24	0.08
From dividends	0.03	0.10	0.11	0.09	0.10	0.03
From capital gains	—	—	—	—	—	—
Return of capital	0.14	0.13	0.09	0.19	0.17	0.14
Total Annual Distributions (\$) ⁽³⁾	0.25	0.46	0.49	0.50	0.51	0.25
Net Assets, End of Accounting Period Shown (\$) ^(a)	9.14	9.94	9.14	9.86	9.83	9.69

Ratios and Supplemental Data

Accounting Period Ended	2020 June 30	2019 December 31	2018 December 31	2017 December 31	2016 December 31	2015 December 31
Total net asset value (000's of \$) ⁽⁵⁾	100	153	373	1,089	1,619	2,537
Number of units outstanding ⁽⁵⁾	10,944	15,397	40,860	110,495	164,773	261,849
Management expense ratio (%) ⁽⁶⁾	0.98	1.14	1.12	1.11	1.12	1.13
Management expense ratio before waivers or absorptions (%)	0.99	1.16	1.14	1.14	1.15	1.15
Trading expense ratio (%) ⁽⁷⁾	0.03	0.02	0.02	0.03	0.07	0.07
Portfolio turnover rate (%) ⁽⁸⁾	22.55	29.64	47.82	64.76	82.67	32.37
Net asset value per unit (\$)	9.14	9.94	9.14	9.86	9.83	9.69

Series H

Net Assets per Unit⁽¹⁾

Commencement of operations: November 22, 2016

Accounting Period Ended	2020 June 30	2019 December 31	2018 December 31	2017 December 31	2016 December 31
Net Assets, Beginning of Accounting Period Shown ⁽⁴⁾	10.87	9.70	10.63	10.18	10.00
Increase (Decrease) from Operations (\$)					
Total revenue	0.15	0.45	0.48	0.44	0.06
Total expenses	(0.12)	(0.25)	(0.25)	(0.25)	(0.03)
Realized gains (losses)	(0.45)	0.02	(0.23)	0.96	0.09
Unrealized gains (losses)	(0.43)	1.13	(0.70)	(0.66)	0.08
Total Increase (Decrease) from Operations (\$) ⁽²⁾	(0.85)	1.35	(0.70)	0.49	0.20
Distributions (\$)					
From net investment income (excluding dividends)	0.03	0.14	0.17	0.12	0.02
From dividends	0.01	0.06	0.06	0.05	—
From capital gains	—	—	—	—	—
Return of capital	—	—	—	—	—
Total Annual Distributions (\$) ⁽³⁾	0.04	0.20	0.23	0.17	0.02
Net Assets, End of Accounting Period Shown (\$) ⁽⁴⁾	9.99	10.87	9.70	10.63	10.18

Ratios and Supplemental Data

Accounting Period Ended	2020 June 30	2019 December 31	2018 December 31	2017 December 31	2016 December 31
Total net asset value (000's of \$) ⁽⁵⁾	12	13	11	12	3
Number of units outstanding ⁽⁵⁾	1,213	1,209	1,138	1,090	250
Management expense ratio (%) ⁽⁶⁾	2.38	2.38	2.37	2.38	2.70
Management expense ratio before waivers or absorptions (%)	2.44	2.42	2.43	2.50	6.88
Trading expense ratio (%) ⁽⁷⁾	0.03	0.02	0.02	0.03	0.07
Portfolio turnover rate (%) ⁽⁸⁾	22.55	29.64	47.82	64.76	82.67
Net asset value per unit (\$)	9.99	10.87	9.70	10.62	10.18

Series O

Net Assets per Unit⁽¹⁾

Commencement of operations: July 2, 2015

Accounting Period Ended	2020 June 30	2019 December 31	2018 December 31	2017 December 31	2016 December 31	2015 December 31
Net Assets, Beginning of Accounting Period Shown ⁽⁴⁾	10.79	9.77	10.37	10.12	9.79	10.00
Increase (Decrease) from Operations (\$)						
Total revenue	0.15	0.45	0.48	0.42	0.43	0.23
Total expenses	—	—	—	(0.01)	(0.02)	—
Realized gains (losses)	(0.19)	(0.01)	(0.12)	0.56	(0.25)	(0.21)
Unrealized gains (losses)	(0.45)	1.12	(0.49)	(0.34)	0.57	(0.02)
Total Increase (Decrease) from Operations (\$) ⁽²⁾	(0.49)	1.56	(0.13)	0.63	0.73	—
Distributions (\$)						
From net investment income (excluding dividends)	0.12	0.32	0.34	0.30	0.32	0.13
From dividends	0.05	0.13	0.13	0.12	0.13	0.07
From capital gains	—	—	—	—	—	—
Return of capital	—	—	—	—	—	—
Total Annual Distributions (\$) ⁽³⁾	0.17	0.45	0.47	0.42	0.45	0.20
Net Assets, End of Accounting Period Shown (\$) ⁽⁴⁾	10.09	10.79	9.77	10.37	10.12	9.79

Ratios and Supplemental Data

Accounting Period Ended	2020 June 30	2019 December 31	2018 December 31	2017 December 31	2016 December 31	2015 December 31
Total net asset value (000's of \$) ⁽⁵⁾	51,657	64,218	84,288	101,701	97,610	116,897
Number of units outstanding ⁽⁵⁾	5,120,588	5,950,340	8,629,718	9,811,558	9,645,904	11,941,698
Management expense ratio (%) ⁽⁶⁾	0.02	0.02	0.02	0.02	0.02	0.02
Management expense ratio before waivers or absorptions (%)	0.02	0.02	0.02	0.02	0.02	0.02
Trading expense ratio (%) ⁽⁷⁾	0.03	0.02	0.02	0.03	0.07	0.07
Portfolio turnover rate (%) ⁽⁸⁾	22.55	29.64	47.82	64.76	82.67	32.37
Net asset value per unit (\$)	10.09	10.79	9.77	10.37	10.12	9.79

Series T5

Net Assets per Unit⁽¹⁾

Commencement of operations: July 2, 2015

Accounting Period Ended	2020 June 30	2019 December 31	2018 December 31	2017 December 31	2016 December 31	2015 December 31
Net Assets, Beginning of Accounting Period Shown ⁽⁴⁾	9.43	8.77	9.58	9.66	9.62	10.00
Increase (Decrease) from Operations (\$)						
Total revenue	0.13	0.40	0.43	0.39	0.41	0.26
Total expenses	(0.11)	(0.21)	(0.21)	(0.22)	(0.23)	(0.12)
Realized gains (losses)	(0.16)	(0.02)	(0.08)	0.49	(0.30)	(0.13)
Unrealized gains (losses)	(0.43)	1.08	(0.42)	(0.29)	0.57	(0.25)
Total Increase (Decrease) from Operations (\$) ⁽²⁾	(0.57)	1.25	(0.28)	0.37	0.45	(0.24)
Distributions (\$)						
From net investment income (excluding dividends)	0.02	0.14	0.16	0.12	0.15	0.05
From dividends	0.01	0.06	0.06	0.05	0.06	0.02
From capital gains	—	—	—	—	—	—
Return of capital	0.21	0.24	0.26	0.32	0.27	0.18
Total Annual Distributions (\$) ⁽³⁾	0.24	0.44	0.48	0.49	0.48	0.25
Net Assets, End of Accounting Period Shown (\$) ⁽⁴⁾	8.61	9.43	8.77	9.58	9.66	9.62

Ratios and Supplemental Data

Accounting Period Ended	2020 June 30	2019 December 31	2018 December 31	2017 December 31	2016 December 31	2015 December 31
Total net asset value (000's of \$) ⁽⁵⁾	195	258	568	799	752	1,089
Number of units outstanding ⁽⁵⁾	22,587	27,378	64,763	83,460	77,797	113,243
Management expense ratio (%) ⁽⁶⁾	2.47	2.28	2.30	2.29	2.28	2.39
Management expense ratio before waivers or absorptions (%)	2.48	2.29	2.32	2.31	2.29	2.40
Trading expense ratio (%) ⁽⁷⁾	0.03	0.02	0.02	0.03	0.07	0.07
Portfolio turnover rate (%) ⁽⁸⁾	22.55	29.64	47.82	64.76	82.67	32.37
Net asset value per unit (\$)	8.61	9.43	8.77	9.58	9.66	9.62

Private Series*

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

Net Assets per Unit⁽¹⁾

Commencement of operations: December 1, 2015

Accounting Period Ended	2020 June 30	2019 December 31	2018 December 31	2017 December 31	2016 December 31	2015 December 31
Net Assets, Beginning of Accounting Period Shown ⁽⁴⁾	11.10	9.99	10.53	10.25	9.85	10.00
Increase (Decrease) from Operations (\$)						
Total revenue	0.15	0.45	0.47	0.39	0.53	0.05
Total expenses	(0.05)	(0.09)	(0.09)	(0.09)	(0.11)	(0.01)
Realized gains (losses)	(0.19)	0.08	(0.18)	0.05	(0.01)	(0.02)
Unrealized gains (losses)	(0.45)	0.66	(1.18)	0.31	0.79	(0.16)
Total Increase (Decrease) from Operations (\$) ⁽²⁾	(0.54)	1.10	(0.98)	0.66	1.20	(0.14)
Distributions (\$)						
From net investment income (excluding dividends)	0.09	0.22	0.22	0.23	0.22	0.01
From dividends	0.04	0.09	0.09	0.09	0.07	—
From capital gains	—	—	—	—	—	—
Return of capital	—	—	—	—	—	—
Total Annual Distributions (\$) ⁽³⁾	0.13	0.31	0.31	0.32	0.29	0.01
Net Assets, End of Accounting Period Shown (\$) ⁽⁴⁾	10.38	11.10	9.99	10.53	10.25	9.85

Ratios and Supplemental Data

Accounting Period Ended	2020 June 30	2019 December 31	2018 December 31	2017 December 31	2016 December 31	2015 December 31
Total net asset value (000's of \$) ⁽⁵⁾	922	1,181	188	3	9,699	1
Number of units outstanding ⁽⁵⁾	88,833	106,365	18,773	313	946,244	100
Management expense ratio (%) ⁽⁶⁾	0.85	0.84	0.84	0.84	0.92	0.82
Management expense ratio before waivers or absorptions (%)	0.85	0.84	0.86	0.84	0.92	16.87
Trading expense ratio (%) ⁽⁷⁾	0.03	0.02	0.02	0.03	0.07	0.07
Portfolio turnover rate (%) ⁽⁸⁾	22.55	29.64	47.82	64.76	82.67	32.37
Net asset value per unit (\$)	10.38	11.10	9.99	10.52	10.25	9.85

- ⁽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. For the Investor Series, Advisor Series, Series F, F5, T5 and Private Series, the detailed calculation of the total Increase (Decrease) from Operations as at December 31, 2015 has been adjusted to reflect the proper allocation between the following items: Total revenue, Total expenses, Realized gain (losses) and/or Unrealized gain (losses). It is a non-material correction related to a programming error in the ratio calculation.
- ⁽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. For Series Investor, Advisor, F, F5 and T5, the management expense ratio before waivers or absorptions as at December 31, 2015 has been adjusted to reflect a non-material correction related to a programming error in the ratio calculation. For the Private Series, the ratio changed from 0.92 to 16.87 to reflect an adequate annualization.
- ⁽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. Since calculating an average daily allocation of the trading expenses would take considerable effort, an average monthly allocation has been used instead for the accounting periods prior to 2016. For series created before 2016, the trading expense ratio as at December 31, 2015 has been adjusted to reflect a non-material correction related to a programming error in the ratio calculation.
- ⁽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, 2020

Portfolio Top Holdings

	% of Net Asset Value
Cash, Money Market and Other Net Assets	2.7
Johnson & Johnson	2.1
Kinder Morgan Energy Partners LP, 7.30%, due August 15, 2033	1.3
Verizon Communications Inc.	1.3
Williams Companies Inc., 7.50%, due January 15, 2031	1.3
Chevron Corp.	1.2
Cisco Systems Inc.	1.2
Apple Inc.	1.0
BAT Capital Corp., 4.39%, due August 15, 2037	1.0
J. P. Morgan Chase & Co.	1.0
Linde PLC	1.0
Medtronic PLC	1.0
Charter Communications Operating LLC, 6.38%, due October 23, 2035	0.9
Comcast Corp., Class A	0.9
Eli Lilly & Co.	0.9
Enel SpA, Floating, due September 24, 2023	0.9
AT&T Inc., 5.25%, due March 1, 2037	0.8
GMAC LLC, 8.00%, due November 1, 2031	0.8
Home Depot Inc.	0.8
ING Groep NV, Floating, due April 16, 2025	0.8
J. P. Morgan Chase & Co., Floating, due October 1, 2024	0.8
Morgan Stanley	0.8
Procter & Gamble Co.	0.8
UBS Group AG, Floating, due August 7, 2025	0.8
Videotron Ltée, 5.38%, due June 15, 2024	0.8
	26.9

Net asset value \$68,575,943

Asset Mix

	% of Net Asset Value
US Bonds	38.8
US Equity	32.8
Foreign Bonds	14.3
International Equity	7.5
Corporate Bonds	3.4
Preferred Shares	0.5
Derivative Products	0.3
Cash, Money Market and Other Net Assets	2.4

Sector Allocation

	% of Net Asset Value
US Bonds	38.8
Foreign Bonds	14.3
Health Care	6.9
Information Technology	6.4
Financials	5.1
Industrials	4.6
Corporate Bonds	3.4
Utilities	3.4
Consumer Staples	3.0
Communication Services	2.9
Materials	2.5
Consumer Discretionary	2.1
Energy	2.0
Real Estate	1.9
Cash, Money Market and Other Net Assets	2.7

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.