

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

For the period ended June 30, 2020

Global Equity Fund
NBI U.S. 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.

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 U.S. Equity Fund's Investor Series units returned 4.07% compared to 1.80% for the Fund's benchmark, the S&P 500 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 25.05% over the period, from \$383.27 million as at December 31, 2019 to \$479.29 million as at June 30, 2020.

The increase stemmed mainly from unit purchases by investors in the Fund.

2020 started with positive momentum with many markets reaching record highs up until mid-February. However, fears of a global pandemic quickly turned to reality, sending markets across the world in a downward spiral. Volatility was more than present in March as market-wide circuit breakers aimed at preventing panic sales were triggered four times on the NYSE. The VIX (a popular measure of the stock market's expectation of volatility) spiked to 82, a level never seen before. From peak-to-trough, the S&P 500 fell as much as 33.9% and the Dow Jones over 37% in one of the worst market routs – and indeed, the fastest bear market – in history.

Central banks around the world were quick to react, cutting rates and launching various programs aimed at providing liquidity and re-establishing a functioning market. Governments over the world launched massive stimulus packages offering support to individuals and businesses.

However later in the first half, investors largely ignored these headwinds and looked ahead to the progressive reopening of the economy. A flattening of the transmission curve in major economies, massive government stimulus programs and positive reports regarding the development of a vaccine were major tailwinds that ultimately drove one of the fastest bull markets in history for many indices. By the end of May, the tech-heavy NASDAQ was higher than it was to start the year, while by the end of June, many indices were left at levels just shy of where they began 2020.

As COVID-19 begun to spread across the United States, the Federal Reserve (the "Fed") pledged to do whatever was required to keep the economy from collapsing under the weight of the pandemic. It cut interest rates to 0.00-0.25% and implemented the \$750 billion Primary and Secondary Market Corporate Credit Facility. For its part, the American government adopted a package that includes direct payouts to individuals, extended sick leave pay for corporations as well as loans for state and local governments. A \$1 trillion infrastructure plan was also being discussed by the government.

In this context, the Fund outperformed its benchmark in the first half of 2020. Most of this outperformance stemmed from the portfolio manager's security selection, particularly in the Financials and Materials sectors, and to a lesser extent, by the Fund's lack of exposure in the underperforming Energy sector. It was somewhat offset by weaker stock selection in Information Technology and Consumer Discretionary sectors.

Recent Developments

During the first quarter of 2020, the portfolio manager did not exit nor initiate any new positions in the Fund. The portfolio manager took profits from MSCI Inc. and Moody's Corp., and trimmed the Fund's position in TJX Companies Inc. in order to manage its exposure to the retailer. The portfolio manager also added to the Fund's position in Johnson & Johnson.

During the second quarter, the portfolio manager decided to exit the Fund's position in Raytheon Technologies and to consolidate its position in Otis, given its more attractive thesis and its lower short-term COVID-related risks.

The Fund's investment horizon is best measured in years, conceivably decades, not months or quarters. The investment team's focus continues to be on identifying what it believes to be high quality companies with sustainable competitive advantages, operating in industries with high barriers to entry, contributing to durable pricing power.

The portfolio manager remains confident that the team's bottom-up, original, fundamental research, with a focus on very high-quality companies, will continue to provide steady returns over the long term regardless of the macroeconomic environment. By protecting on the downside and participating in enough of the upside, the strategy has historically been able to generate superior long-term performance.

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.

On May 6, 2020, the Fund's risk level was modified from "low to medium" to "medium" during the year. This change aims to more accurately reflect the Fund's actual risk level.

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	31,566.13
Brokerage fees paid to National Bank Financial	-

Holdings

As at June 30, 2020, National Bank Investments Inc. held 100.00 Fund securities for a value of \$2,808.00, which represented close to 0.0006% 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 1.00 Fund securities for a value of \$28.08, 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	1.75%	57.14%	42.89%
Advisor Series and Series T5*			
Front-end load***	1.75%	28.57%	71.43%
Back-end load - 1 to 6 years	1.75%	28.57%	71.43%
Back-end load - 7 years and more	1.75%	57.14%	42.89%
Low load - 1 to 3 years	1.75%	28.57%	71.43%
Low load - 4 years and more	1.75%	57.14%	42.89%
Series F and Series F5	0.65%	—	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 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.

^(***) Also available under the USD purchase option.

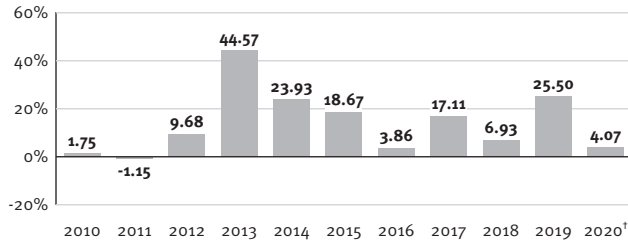
Past Performance

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.

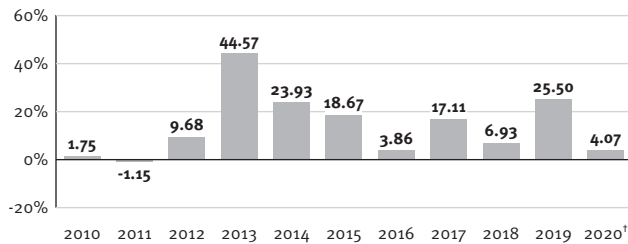
Annual Returns

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.

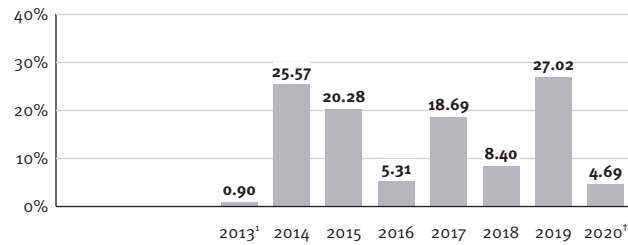
Investor Series



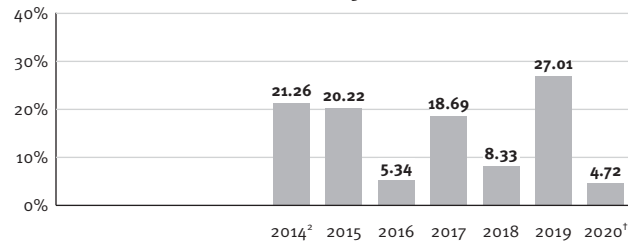
Advisor Series



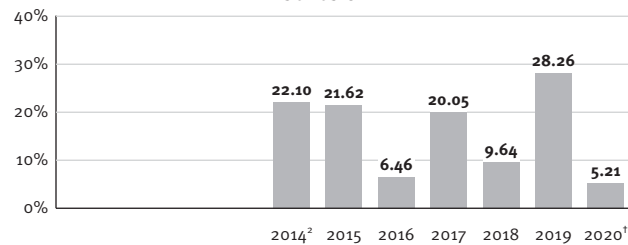
Series F



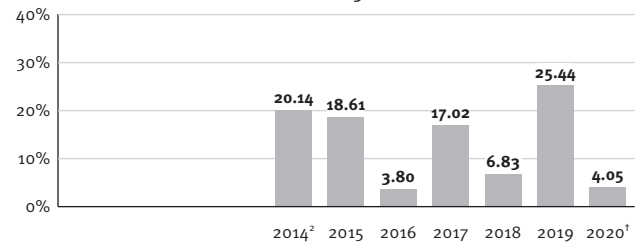
Series F5



Series O



Series T5



^(‡) Returns for the period from December 24, 2013 (commencement of operations) to December 31, 2013.

^(‡) Returns for the period from May 21, 2014 (commencement of operations) to December 31, 2014.

^(†) 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 Advisor Series was created on June 12, 2009. Please note that the data presented below is in CAD although the Advisor Series is also available under the USD front-end load purchase option.

Net Assets per Unit⁽¹⁾ Commencement of operations: May 18, 1993

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⁾	39.31	31.33	29.31	25.03	24.08	20.30
Increase (Decrease) from Operations (\$)						
Total revenue	0.65	0.45	0.44	0.48	0.35	0.31
Total expenses	(0.44)	(0.81)	(0.78)	(0.68)	(0.60)	(0.56)
Realized gains (losses)	(0.49)	0.82	0.43	1.88	1.29	0.34
Unrealized gains (losses)	1.74	7.42	1.93	2.58	(0.18)	3.57
Total Increase (Decrease) from Operations (\$) ⁽²⁾	1.46	7.88	2.02	4.26	0.86	3.66
Distributions (\$)						
From net investment income (excluding dividends)	—	—	—	—	—	—
From dividends	—	—	—	—	—	—
From capital gains	—	—	—	—	—	—
Return of capital	—	—	—	—	—	—
Total Annual Distributions (\$) ⁽³⁾	—	—	—	—	—	—
Net Assets, End of Accounting Period Shown (\$) ⁽⁴⁾	40.91	39.31	31.33	29.31	25.03	24.08

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⁾	133,142	118,997	90,150	85,157	83,484	90,198
Number of units outstanding ⁽⁵⁾	3,254,076	3,026,317	2,877,451	2,906,855	3,336,975	3,744,710
Management expense ratio (%) ⁽⁶⁾	2.22	2.22	2.48	2.50	2.50	2.49
Management expense ratio before waivers or absorptions (%)	2.22	2.22	2.48	2.50	2.50	2.49
Trading expense ratio (%) ⁽⁷⁾	0.02	0.02	—	0.01	0.01	0.02
Portfolio turnover rate (%) ⁽⁸⁾	6.11	8.61	9.70	11.24	11.65	7.07
Net asset value per unit (\$)	40.92	39.32	31.33	29.30	25.02	24.09

Series F*

^(*) Please note that the data presented below is in CAD although this Series is also available under the USD purchase option.

Net Assets per Unit⁽¹⁾ Commencement of operations: December 24, 2013

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⁾	26.22	20.65	19.06	16.05	15.24	12.67
Increase (Decrease) from Operations (\$)						
Total revenue	0.44	0.31	0.29	0.31	0.22	0.19
Total expenses	(0.13)	(0.25)	(0.22)	(0.19)	(0.17)	(0.16)
Realized gains (losses)	(0.33)	0.65	0.27	1.22	0.84	0.21
Unrealized gains (losses)	1.12	4.32	1.04	1.65	(0.04)	2.29
Total Increase (Decrease) from Operations (\$) ⁽²⁾	1.10	5.03	1.38	2.99	0.85	2.53
Distributions (\$)						
From net investment income (excluding dividends)	—	—	—	—	—	—
From dividends	—	—	—	—	—	—
From capital gains	—	—	—	—	—	—
Return of capital	—	—	—	—	—	—
Total Annual Distributions (\$) ⁽³⁾	—	—	—	—	—	—
Net Assets, End of Accounting Period Shown (\$) ⁽⁴⁾	27.46	26.22	20.65	19.06	16.05	15.24

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⁾	312,508	253,981	50,079	35,628	29,061	25,656
Number of units outstanding ⁽⁵⁾	11,379,848	9,682,232	2,425,278	1,870,431	1,811,193	1,683,728
Management expense ratio (%) ⁽⁶⁾	1.01	1.01	1.12	1.13	1.13	1.13
Management expense ratio before waivers or absorptions (%)	1.03	1.03	1.16	1.17	1.17	1.14
Trading expense ratio (%) ⁽⁷⁾	0.02	0.02	—	0.01	0.01	0.02
Portfolio turnover rate (%) ⁽⁸⁾	6.11	8.61	9.70	11.24	11.65	7.07
Net asset value per unit (\$)	27.46	26.23	20.65	19.05	16.05	15.24

Series F5

Net Assets per Unit⁽¹⁾ Commencement of operations: May 21, 2014

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⁾	19.29	15.87	15.36	13.56	13.55	11.79
Increase (Decrease) from Operations (\$)						
Total revenue	0.35	0.23	0.24	0.25	0.22	0.17
Total expenses	(0.09)	(0.18)	(0.17)	(0.16)	(0.15)	(0.15)
Realized gains (losses)	(0.33)	0.56	0.21	1.02	1.10	0.18
Unrealized gains (losses)	2.29	3.18	0.39	1.30	0.91	2.00
Total Increase (Decrease) from Operations (\$) ⁽²⁾	2.22	3.79	0.67	2.41	2.08	2.20
Distributions (\$)						
From net investment income (excluding dividends)	0.15	—	—	—	—	—
From dividends	—	—	—	0.06	—	—
From capital gains	—	—	—	—	—	—
Return of capital	0.34	0.79	0.77	0.62	0.68	0.59
Total Annual Distributions (\$) ⁽³⁾	0.49	0.79	0.77	0.68	0.68	0.59
Net Assets, End of Accounting Period Shown (\$) ⁽⁴⁾	19.68	19.29	15.87	15.36	13.56	13.55

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⁾	5,625	2,821	926	511	389	4
Number of units outstanding ⁽⁵⁾	285,717	146,205	58,318	33,293	28,670	277
Management expense ratio (%) ⁽⁶⁾	1.02	1.03	1.13	1.14	1.14	1.11
Management expense ratio before waivers or absorptions (%)	1.07	1.08	1.20	1.21	1.22	2.18
Trading expense ratio (%) ⁽⁷⁾	0.02	0.02	—	0.01	0.01	0.02
Portfolio turnover rate (%) ⁽⁸⁾	6.11	8.61	9.70	11.24	11.65	7.07
Net asset value per unit (\$)	19.69	19.29	15.87	15.36	13.56	13.55

Series O

Please note that the data presented below is in CAD although this Series is also available under the USD purchase option.

Net Assets per Unit ⁽¹⁾		Commencement of operations: May 21, 2014				
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⁾	26.68	20.81	18.99	15.82	14.85	12.21
Increase (Decrease) from Operations (\$)						
Total revenue	0.39	0.30	0.29	0.31	0.22	0.19
Total expenses	(0.01)	(0.01)	—	—	—	—
Realized gains (losses)	(0.24)	0.63	0.28	1.21	0.81	0.21
Unrealized gains (losses)	1.43	2.93	1.25	1.65	(0.06)	2.24
Total Increase (Decrease) from Operations (\$)⁽²⁾	1.57	3.85	1.82	3.17	0.97	2.64
Distributions (\$)						
From net investment income (excluding dividends)	—	—	—	—	—	—
From dividends	—	—	—	—	—	—
From capital gains	—	—	—	—	—	—
Return of capital	—	—	—	—	—	—
Total Annual Distributions (\$)⁽³⁾	—	—	—	—	—	—
Net Assets, End of Accounting Period Shown (\$)⁽⁴⁾	28.08	26.68	20.81	18.99	15.82	14.85

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⁾	26,761	6,787	2	2	2	1
Number of units outstanding ⁽⁵⁾	952,896	254,247	101	100	100	100
Management expense ratio (%) ⁽⁶⁾	0.02	0.02	—	—	—	—
Management expense ratio before waivers or absorptions (%)	0.02	0.02	0.52	0.79	1.14	1.17
Trading expense ratio (%) ⁽⁷⁾	0.02	0.02	—	0.01	0.01	0.02
Portfolio turnover rate (%) ⁽⁸⁾	6.11	8.61	9.70	11.24	11.65	7.07
Net asset value per unit (\$)	28.08	26.69	20.81	18.98	15.81	14.85

Series T5

Net Assets per Unit ⁽¹⁾		Commencement of operations: May 21, 2014				
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⁾	17.81	14.84	14.58	13.05	13.24	11.70
Increase (Decrease) from Operations (\$)						
Total revenue	0.31	0.21	0.22	0.22	0.19	0.17
Total expenses	(0.20)	(0.39)	(0.39)	(0.36)	(0.33)	(0.32)
Realized gains (losses)	(0.24)	0.49	0.19	1.33	0.70	0.19
Unrealized gains (losses)	0.51	3.34	0.05	2.35	(0.07)	2.07
Total Increase (Decrease) from Operations (\$)⁽²⁾	0.38	3.65	0.07	3.54	0.49	2.11
Distributions (\$)						
From net investment income (excluding dividends)	0.09	—	—	—	—	—
From dividends	—	—	—	0.01	—	—
From capital gains	—	—	—	—	—	—
Return of capital	0.36	0.74	0.73	0.64	0.66	0.58
Total Annual Distributions (\$)⁽³⁾	0.45	0.74	0.73	0.65	0.66	0.58
Net Assets, End of Accounting Period Shown (\$)⁽⁴⁾	18.06	17.81	14.84	14.58	13.05	13.24

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⁾	1,253	683	291	98	1	1
Number of units outstanding ⁽⁵⁾	69,388	38,356	19,608	6,733	113	108
Management expense ratio (%) ⁽⁶⁾	2.26	2.30	2.54	2.57	2.56	2.56
Management expense ratio before waivers or absorptions (%)	2.27	2.30	2.55	2.60	3.77	3.76
Trading expense ratio (%) ⁽⁷⁾	0.02	0.02	—	0.01	0.01	0.02
Portfolio turnover rate (%) ⁽⁸⁾	6.11	8.61	9.70	11.24	11.65	7.07
Net asset value per unit (\$)	18.06	17.81	14.84	14.57	13.05	13.24

- ⁽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 Series F5, 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.
- ⁽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.
- ⁽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
Microsoft Corp.....	7.5
Moody's Corp.....	7.2
MasterCard Inc., Class A.....	5.7
Alphabet Inc., Class A.....	5.3
Johnson & Johnson.....	4.8
UnitedHealth Group Inc.....	4.6
PepsiCo Inc.....	4.4
MSCI Inc.....	4.3
Sherwin-Williams Co./The.....	4.3
AutoZone Inc.....	4.0
Becton Dickinson and Co.....	3.8
Analog Devices Inc.....	3.2
Oracle Corp.....	3.2
Nike Inc., Class B.....	3.1
Linde PLC.....	3.0
Lowe's Companies Inc.....	3.0
TJX Companies Inc.....	2.8
CME Group Inc., Class A.....	2.7
Colgate-Palmolive Co.....	2.4
Graco Inc.....	2.4
Factset Research Systems Inc.....	2.3
Mettler-Toledo International Inc.....	2.3
Otis Worldwide Corp.....	2.3
Varian Medical Systems Inc.....	2.3
Cash, Money Market and Other Net Assets.....	1.3
	92.2

Net asset value..... \$479,289,158

Regional Allocation

	% of Net Asset Value
United States.....	95.7
Ireland.....	3.0
Cash, Money Market and Other Net Assets.....	1.3

Sector Allocation

	% of Net Asset Value
Information Technology.....	24.3
Financials.....	16.1
Health Care.....	15.4
Consumer Discretionary.....	12.9
Materials.....	9.4
Industrials.....	8.5
Consumer Staples.....	6.8
Communication Services.....	5.3
Cash, Money Market and Other Net Assets.....	1.3

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.