

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE

For the period ended June 30, 2025

Short Term and Income Fund
NBI Sustainable Global Bond 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, 800 Saint-Jacques Street, Transit 44331, Montreal, Quebec, H3C 1A3, by visiting our website at www.nbinvestments.ca, by visiting SEDAR+'s website at www.sedarplus.ca, 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

The NBI Sustainable Global Bond Fund was launched on November 4, 2024, and the Fund's net asset value was \$192.46 million as at June 30, 2025. Investment performance is not provided for a Fund that has been available for less than one year.

The Fund's net asset value rose by 27.68% over the period, from \$150.74 million as at December 31, 2024 to \$192.46 million as at June 30, 2025.

This increase was mainly due to investor purchases of the fund's units.

Global yields were mixed with U.S. 10-year Treasuries falling -34 basis points (bps) year to date. Canadian 10-year government bonds rose +6 bps, although the yield curve steepened as front end rates declined. European yields moved generally higher, while Japan's 10 years lagged (+34 bps).

Amid still-moderating inflation, many core central banks eased monetary policy in the first half of the year, although cycles are likely nearing the end barring a global growth shock. Rhetoric from developed market central bank officials was mixed as regulators, like the financial markets, grappled with the lack of clarity. Federal Reserve (Fed) policy remained unchanged throughout the period, and futures markets struggled to position the number of cuts expected in 2025. The Bank of Japan left rates on hold but kept the door open for another hike later in the year. The Bank of England was on hold in the first quarter but was cut by 25 basis points (bps) in the second quarter. The European Central Bank (ECB) lowered rates at each of its four meetings so far this year, and signalled a data-dependent approach as it nears the end of its current easing cycle.

More recently, U.S. budget negotiations brought fiscal concerns to the forefront, not just in the United States but throughout the world as many governments face high debt-to-GDP levels and growing deficits. The market's renewed focus on fiscal health drove long-end global interest rates and the term premium higher.

Recent Developments

Credit spreads remain tight given the uncertain macroeconomic backdrop, so the portfolio manager maintains an up-in-quality bias within corporate bonds and favours non-corporate spread sectors like taxable municipal and asset-backed securities. Volatility from political or geopolitical risks may create better opportunities to add risk, but for now, the portfolio manager is cautious with active duration bets and selective in new investments.

During April and May, the portfolio manager reduced cash and treasury holdings, reallocating to government-related, corporate, and municipal credits as spreads became attractive. In June, the portfolio manager took advantage of new issue impact securities that offered compelling value. The approach continues to emphasize companies with resilient balance sheets, particularly in defensive sectors such as infrastructure.

Looking ahead, rate cuts from several central banks—including the Bank of Canada and European Central Bank—could benefit infrastructure stocks. However, heightened geopolitical risks and inflation remain key challenges. The portfolio manager will continue to focus on fundamentals, careful sector and country positioning, and invest in companies where there is the highest conviction in their cash flow visibility.

There were no changes to the investment objectives or approach to ESG leadership or impact investing. Additional materials are provided quarterly covering a comprehensive list of impact holdings, thematic allocations, and SDG alignment. At the end of June, the portfolio's allocation to impact securities was nearly 32%, up from 29% at the end of March.

There were no changes to the investment objectives or approach to ESG leadership or impact investing. Additional materials are provided quarterly covering a comprehensive list of impact holdings, thematic allocations, and SDG alignment. At the end of June, the portfolio's allocation to impact securities was nearly 32%, up from 22% at year-end.

On or about May 14, 2025, National Bank Investments Inc. ("NBI") replaced National Bank Trust Inc. ("NBT") as portfolio manager of the Fund. The investment objectives of the Fund remain unchanged. This change has no impact on the sub-advisor currently making investment decisions for the Fund.

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"), an 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. ("NBI"), which is an indirect wholly-owned subsidiary of the Bank. Therefore, NBI 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 NBI as consideration for its services.

Portfolio Manager

The Manager has appointed National Bank Investments Inc. ("NBI"), an indirect wholly-owned subsidiary of the Bank, as the portfolio manager for the Fund. NBI acts as both Manager and portfolio manager of the Fund.

Distribution and Dealer Compensation

National Bank Savings and Investments Inc. ("NBSI") acts as principal distributor for the Fund. In this capacity, NBSI buys, sells and swaps securities through external registered representatives. Fund securities are also offered by National Bank Financial Inc. (including its division National Bank Direct Brokerage) 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.

Holdings

As at June 30, 2025, National Bank Investments Inc. held 15,176.42 Fund securities for a value of \$150,246.53, which represented close to 0.0781% of the net asset value of the Fund at that date. Transactions between National Bank Investments Inc. and the Fund were carried out in the normal course of business and at the Fund's net asset value as at the transaction date.

Independent Review Committee Approvals and Recommendations

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

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

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

Registered Plan Trust Services

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

Administrative and Operating Services

The provision of certain services was delegated by the Fund Manager, NBI, to National Bank Trust Inc. ("NBT"), a direct and indirect wholly-owned 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 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	1.15%	43.48%	56.52%
Series F	0.65%	—	100.00%
Series O	N/A*	—	100.00%

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

^(*) The Series O is only available to selected investors that have been approved and have entered into an O Series units account agreement with National Bank Investments Inc. The criteria for approval may include the size of the investment, the expected level of account activity and the investor's total investments with NBI. No management fees are charged to the Fund with respect to the O Series units. Management fees are negotiated with and paid directly by investors and are in addition to the fixed-rate administration fee. NBI does not pay any commissions or service fees to dealers who sell O Series units. There are no sales charges payable by investors who purchase O Series units.

Past Performance

Investment performance is not provided for a Fund that has been available for less than one year.

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: November 4, 2024

Accounting Period Ended	2025 June 30	2024 December 31
Net Assets, Beginning of Accounting Period Shown ⁽⁴⁾	9.98	10.00
Increase (Decrease) from Operations (\$)		
Total revenue	0.17	0.08
Total expenses	(0.07)	(0.03)
Realized gains (losses)	0.05	(0.92)
Unrealized gains (losses)	0.01	0.52
Total Increase (Decrease) from Operations (\$) ⁽²⁾	0.16	(0.35)
Distributions (\$)		
From net investment income (excluding dividends)	0.07	—
From dividends	—	—
From capital gains	—	—
Return of capital	—	—
Total Annual Distributions (\$) ⁽³⁾	0.07	—
Net Assets, End of Accounting Period Shown (\$) ⁽⁴⁾	10.04	9.98

Ratios and Supplemental Data

Accounting Period Ended	2025 June 30	2024 December 31
Total net asset value (000's of \$) ⁽⁵⁾	2,821	379
Number of units outstanding ⁽⁶⁾	280,877	38,019
Management expense ratio (%) ⁽⁴⁾	1.36	1.44
Management expense ratio before waivers or absorptions (%)	1.36	1.44
Trading expense ratio (%) ⁽⁷⁾	—	0.01
Portfolio turnover rate (%) ⁽⁸⁾	107.31	46.13
Net asset value per unit (\$)	10.04	9.98

Series F

Net Assets per Unit⁽¹⁾

Commencement of operations: November 4, 2024

Accounting Period Ended	2025 June 30	2024 December 31
Net Assets, Beginning of Accounting Period Shown ⁽⁴⁾	9.85	10.00
Increase (Decrease) from Operations (\$)		
Total revenue	0.17	0.05
Total expenses	(0.04)	(0.02)
Realized gains (losses)	0.01	(0.08)
Unrealized gains (losses)	0.02	0.03
Total Increase (Decrease) from Operations (\$) ⁽²⁾	0.16	(0.02)
Distributions (\$)		
From net investment income (excluding dividends)	0.11	0.02
From dividends	—	—
From capital gains	—	0.11
Return of capital	—	—
Total Annual Distributions (\$) ⁽³⁾	0.11	0.13
Net Assets, End of Accounting Period Shown (\$) ⁽⁴⁾	9.90	9.85

Ratios and Supplemental Data

Accounting Period Ended	2025 June 30	2024 December 31
Total net asset value (000's of \$) ⁽⁵⁾	151	147
Number of units outstanding ⁽⁶⁾	15,279	14,903
Management expense ratio (%) ⁽⁴⁾	0.88	0.86
Management expense ratio before waivers or absorptions (%)	0.88	0.86
Trading expense ratio (%) ⁽⁷⁾	—	0.01
Portfolio turnover rate (%) ⁽⁸⁾	107.31	46.13
Net asset value per unit (\$)	9.90	9.85

Series O

Net Assets per Unit⁽¹⁾

Commencement of operations: November 4, 2024

Accounting Period Ended	2025 June 30	2024 December 31
Net Assets, Beginning of Accounting Period Shown ⁽⁴⁾	9.86	10.00
Increase (Decrease) from Operations (\$)		
Total revenue	0.17	0.07
Total expenses	—	—
Realized gains (losses)	0.03	(0.12)
Unrealized gains (losses)	0.01	0.06
Total Increase (Decrease) from Operations (\$) ⁽²⁾	0.21	0.01
Distributions (\$)		
From net investment income (excluding dividends)	0.16	0.03
From dividends	—	—
From capital gains	—	0.11
Return of capital	—	—
Total Annual Distributions (\$) ⁽³⁾	0.16	0.14
Net Assets, End of Accounting Period Shown (\$) ⁽⁴⁾	9.90	9.86

Ratios and Supplemental Data

Accounting Period Ended	2025 June 30	2024 December 31
Total net asset value (000's of \$) ⁽⁵⁾	186,686	150,210
Number of units outstanding ⁽⁵⁾	18,850,153	15,236,277
Management expense ratio (%) ⁽⁶⁾	0.02	0.02
Management expense ratio before waivers or absorptions (%)	0.02	0.02
Trading expense ratio (%) ⁽⁷⁾	—	0.01
Portfolio turnover rate (%) ⁽⁸⁾	107.31	46.13
Net asset value per unit (\$)	9.90	9.86

Private Series*

⁽⁷⁾ Please note that this Series is offered by way of private placement.

Net Assets per Unit⁽¹⁾

Commencement of operations: November 4, 2024

Accounting Period Ended	2025 June 30	2024 December 31
Net Assets, Beginning of Accounting Period Shown ⁽⁴⁾	9.85	10.00
Increase (Decrease) from Operations (\$)		
Total revenue	0.17	0.05
Total expenses	(0.03)	(0.02)
Realized gains (losses)	0.04	(0.08)
Unrealized gains (losses)	0.02	0.03
Total Increase (Decrease) from Operations (\$) ⁽²⁾	0.20	(0.02)
Distributions (\$)		
From net investment income (excluding dividends)	0.10	0.02
From dividends	—	—
From capital gains	—	0.11
Return of capital	—	—
Total Annual Distributions (\$) ⁽³⁾	0.10	0.13
Net Assets, End of Accounting Period Shown (\$) ⁽⁴⁾	9.92	9.85

Ratios and Supplemental Data

Accounting Period Ended	2025 June 30	2024 December 31
Total net asset value (000's of \$) ⁽⁵⁾	2,808	1
Number of units outstanding ⁽⁵⁾	282,921	101
Management expense ratio (%) ⁽⁶⁾	0.63	0.81
Management expense ratio before waivers or absorptions (%)	0.63	0.81
Trading expense ratio (%) ⁽⁷⁾	—	0.01
Portfolio turnover rate (%) ⁽⁸⁾	107.31	46.13
Net asset value per unit (\$)	9.92	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.

⁽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. The management expense ratio includes, if necessary, the management expenses from its underlying funds, as described in Article 15.2 of Regulation 81-106.

⁽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, 2025

Portfolio Top Holdings

	% of Net Asset Value
Cash, Money Market and Other Net Assets	6.3
Government of the United States, 4.25%, due May 15, 2035	3.7
Government of the United States, 3.88%, due May 31, 2027	2.8
Government of the United States, 3.88%, due June 30, 2030	2.3
United Kingdom Gilt, 4.25%, due July 31, 2034	2.1
Bundesrepublik Deutschland Bundesanleihe, 2.60%, due May 15, 2041	2.0
Kreditanstalt fuer Wiederaufbau, 2.63%, due January 10, 2034	1.7
Government of the United States, 4.63%, due February 15, 2055	1.6
Government of France, 0.75%, due November 25, 2028	1.3
Province of Ontario, 1.35%, due September 8, 2026	1.3
Fannie Mae Pool, 3.00%, due April 1, 2052	1.2
Fannie Mae Pool, 5.50%, due October 1, 2053	1.2
Italy Buoni Poliennali Del Tesoro, due April 1, 2026	1.2
Government of the United States, 5.00%, due May 15, 2045	1.1
Fannie Mae Pool, 4.00%, due September 1, 2052	1.0
Freddie Mac Pool, 5.00%, due June 1, 2053	0.9
Japan Government Thirty Year Bond, 2.10%, due September 20, 2054	0.9
Japan Government Twenty Year Bond, 0.40%, due March 20, 2040	0.9
European Union, 2.75%, due October 5, 2026	0.8
Government of the Netherlands, due January 15, 2029	0.8
Government of Spain, 3.50%, due January 31, 2041	0.8
Government of Canada, 1.50%, due June 1, 2026	0.8
Republic of Poland Government Bond, 5.75%, due April 25, 2029	0.8
Bundesrepublik Deutschland Bundesanleihe, due August 15, 2029	0.7
French Republic Green OAT, 1.75%, due June 25, 2039	0.7
	38.9

Net asset value.....\$192,464,990

Asset Mix

	% of Net Asset Value
Foreign Bonds	48.3
US Bonds	25.1
Mortgage Backed Securities	10.3
Corporate Bonds	4.1
Federal Bonds	2.2
Asset Backed Securities	1.7
Provincial Bonds	1.3
US Equity	0.7
Cash, Money Market and Other Net Assets	6.3

Credit Quality

	% of Net Asset Value
AAA	30.7
AA	18.6
A	22.6
BBB	15.5
BB	1.6
Not rated	11.0

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 website 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.sedarplus.ca.